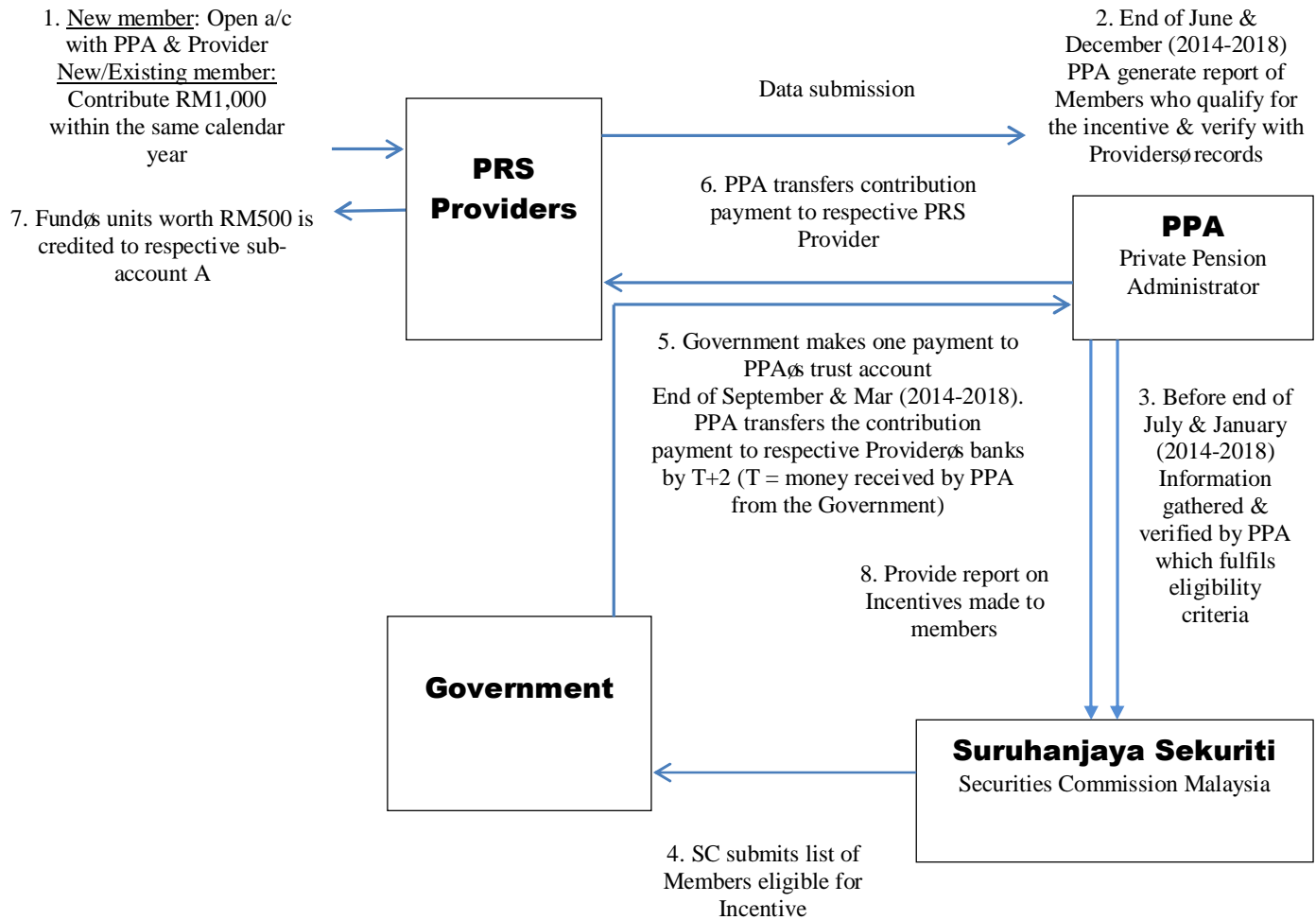


## Appendix

### PRS Youth Incentive Process Flow Chart



## *FAQs*

- 1. If the incentive is reinvested back into the PRS account and the contributor has two providers i.e. contribution with Public Mutual and Provider A for example, will the incentive be equally split between the two providers or a choice made by the contributor? How would the incentive be paid/given to the youth?**

Please refer to process flow and note that the RM1,000 accumulated must come from only one PRS fund from a single provider. In the event the member has contributed RM1,000 in a Provider A PRS fund and another RM1,000 in a Public Mutual PRS fund, PPA will then decide which fund will receive the RM500 incentive based on which fund reaches the RM1,000 sum first. If multiple funds have reached the RM1,000 on the same date, the incentive would be divided equally between the various funds of a single or multiple providers.

- 2. Is the age range of 20-30 years old calculated based on Date of Birth or Year of Birth? For example: A potential PRS investor's age is 30 years 11 months. He will reach his 31<sup>st</sup> birthday on 23 February 2014. If he invests before his birthday, will he get the cash incentive RM500 from the Government?**

The member must make the RM1,000 contribution before reaching 31 years old on his birth date.

- 3. If the PRS contributor has contributed RM1,000 into our Growth Fund, RM1,000 into Moderate Fund and RM1,000 into Conservative Fund, how will the RM500 incentive be distributed, into which type of funds or equally across?**

Please refer to process flow. The RM1,000 must come from a **single** fund. Again, if a member has contributed RM1,000 in each growth, moderate and conservative fund, the RM500 incentive will be allocated based on which fund reaches the RM1,000 amount first.

- 4. We were told that PRS Youth Incentive is only open for those without KWSP account. Is it true?**

This is not true. The PRS Youth Incentive is for all Malaysians between the age of 20-30 (from 2014 to 2018), regardless of whether the person is with or without EPF account.

**5. Will the youth be eligible for the incentive every year?**

The RM500 is a ONE-OFF incentive, as such they will only receive it ONCE for the entire program and not once every year.

**6. If a youth contributed RM1,000 and RM10 is being charged as PPA Fee, will the contributor be eligible for the RM500 incentive?**

The gross amount of RM1,000 will be taken.

**7. What is the cut-off date to qualify for the incentive?**

The cut-off date to determine the eligibility for the incentive is at the end of June and December of each year (2014-2018), of which gross contribution of RM1,000 cannot be accumulated with the previous year's contribution. For example, if a member makes a contribution of RM600 in July 2014, he has six more months to contribute and reach RM1,000.

**8. Is the incentive eligible for tax relief?**

No, the RM500 incentive is not eligible for tax relief.

**9. Is the incentive subject to any fee or sales charge?**

No. The Government's one-off RM500 incentive will not be subject to PPA's annual fee and Provider's sales charge.