



## **APPENDIX 1**

### **NOTE TO EDITORS: SUMMARY OF EPF ACCOUNT RESTRUCTURING INITIATIVE**

1. The EPF Account Restructuring exercise is aimed at enhancing members' retirement income security while addressing their current life cycle needs.
2. Under this initiative, EPF members' accounts will be restructured from two (2) accounts namely Account 1 and Account 2 to three (3) accounts namely Akaun Persaraan, Akaun Sejahtera, and Akaun Fleksibel, whereby new contributions received after the effective date will be distributed as follows: 75% to Akaun Persaraan, 15% to Akaun Sejahtera, and 10% to Akaun Fleksibel.
3. Akaun Fleksibel is a newly introduced account aimed at meeting members' short-term needs. Savings in Akaun Fleksibel can be withdrawn by members at any time for any purpose, subject to a minimum withdrawal amount of RM50.
4. On the effective date of the new account structure, members' Akaun Fleksibel will start with a zero balance. Members are given an opt-in option to transfer a portion of their savings balance in their Akaun Sejahtera (previously Account 2) as an initial amount to Akaun Fleksibel. The purpose of members being given the opt-in option for an initial amount transfer to Akaun Fleksibel is to enable them to make withdrawals from Akaun Fleksibel without having to wait for new contributions.
5. The opt-in period opens for members from 11 May 2024 until 31 August 2024, during which members may do so only for one (1) time within the period and the opt-in cannot be cancelled. The amount to be distributed is based on the members' Akaun Sejahtera balance at the time this opt-in is made.
6. Examples of fund transfers when a member chooses to opt-in for an initial amount transfer are as below:

**Scenario 1:** Members with savings exceeding RM3,000 in Akaun Sejahtera:

- Ten out of thirty (10/30) of the savings in Akaun Sejahtera will be transferred to Akaun Fleksibel;
- Five out of thirty (5/30) of savings in Akaun Sejahtera will be transferred to the Akaun Persaraan; and

- 15 out of thirty (15/30) will be retained in Akaun Sejahtera.

**Scenario 2:** Members with savings less than RM3,000 in Akaun Sejahtera:

- Akaun Sejahtera with savings of RM1,000 and below, all amount will be transferred to Akaun Fleksibel.
- Akaun Sejahtera with savings of more than RM1,000 and not exceeding RM3,000, the amount transferred to Akaun Fleksibel is RM1,000, while the remainder is retained in Akaun Sejahtera.

No distribution will be made to Akaun Persaraan for savings below RM3,000.

A summary of the initial amount distribution is as below:



7. Members can make withdrawals from Akaun Fleksibel at any time for any purpose, subject to a minimum withdrawal limit of RM50.
8. Application for withdrawal from Akaun Fleksibel can be made through KWSP i-Akaun or at any EPF branches nationwide.
9. For further details, refer to the FAQs on [www.kwsp.gov.my](http://www.kwsp.gov.my) or KWSP i-Akaun app.