



CPF Investment Scheme TER Caps: What Fund Investors Should Notice

Description

CPF has set out the new Total Expense Ratio caps for CPF Investment Scheme List A funds, giving CPFIS investors a concrete number to check before choosing a fund. The caps are 1.75% for higher-risk funds, 1.55% for medium-to-high-risk funds, 0.95% for low-to-medium-risk funds and 0.35% for lower-risk funds.

For ordinary CPF members, the practical point is that fees matter because CPF money is already earning risk-free interest in the account. Any CPFIS fund has to justify both its investment risk and its cost.

How To Read The Caps

A TER cap is not a recommendation. It is the maximum expense level allowed for CPFIS List A funds in that risk category. A fund can still be cheaper than the cap, and a cheaper fund is not automatically better if it does not fit your risk profile.

The caps are most useful as a comparison filter. If two funds have similar objectives and risk, cost becomes one of the clearest differences a retail investor can control.

Before Investing CPF Money

Compare the fund's risk category, fees, historical volatility and whether you can tolerate losses. CPF's Budget 2026 materials also point to a future life-cycle investment scheme in 2028, so members who do not want to actively pick funds may have another route later.

CPF members can check the [TER cap table](#) and CPF's [Budget 2026 investment explainer](#).

For more local planning reads, try our guides to [SkillsFuture mid-career support](#), [SME financing support](#) and [ACM and Peranakan Museum events](#).

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Author
rachelng

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