



eMPF Platform: A New Chapter for the MPF System

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A Snapshot of MPF System





MPF Transactions

Every year

1.7 Million
new MPF accounts are
set up

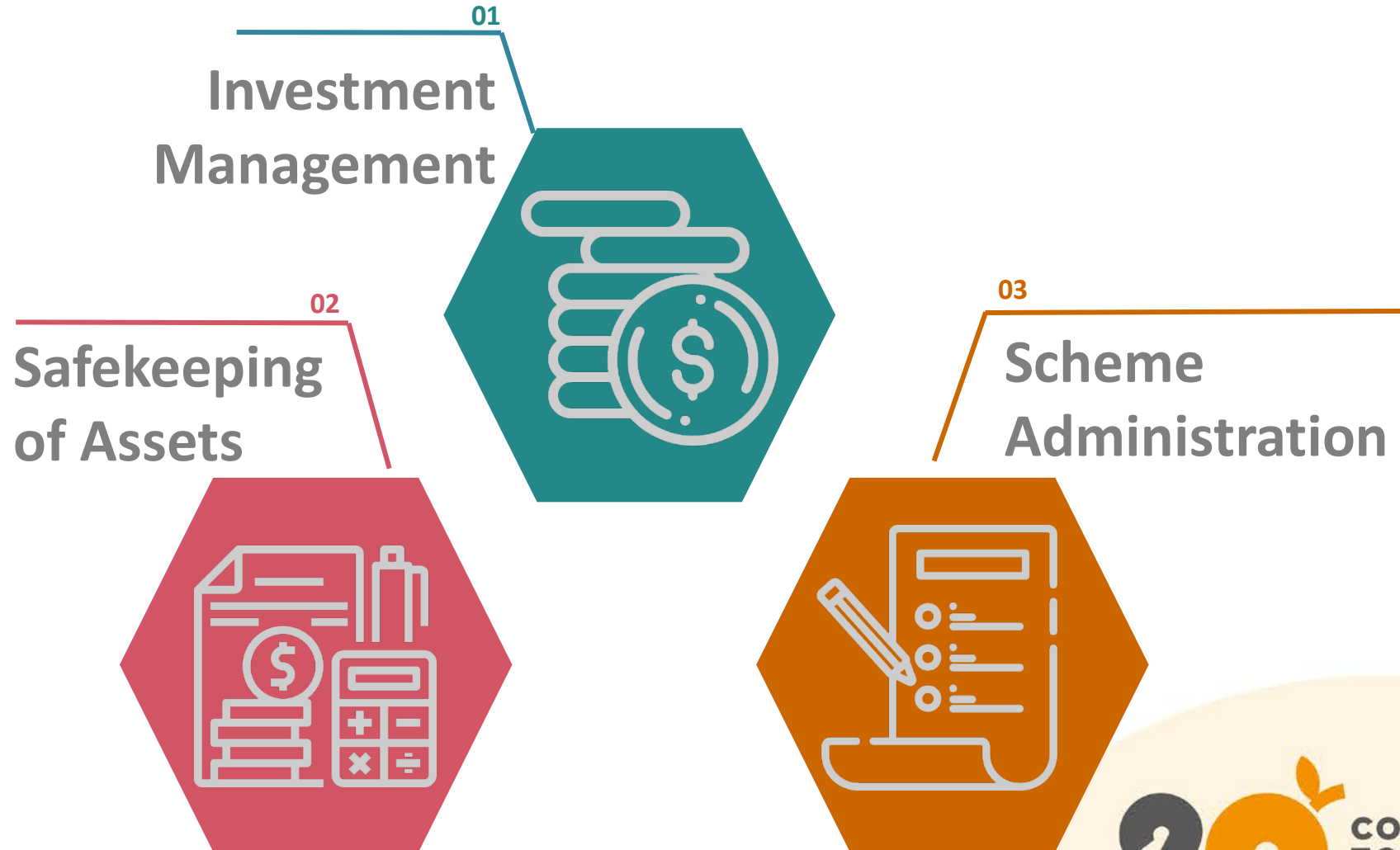
1.5 Million
transactions on
transfer of MPF

200,000
transactions on
withdrawal of MPF

30 Million
transactions
(65% paper)

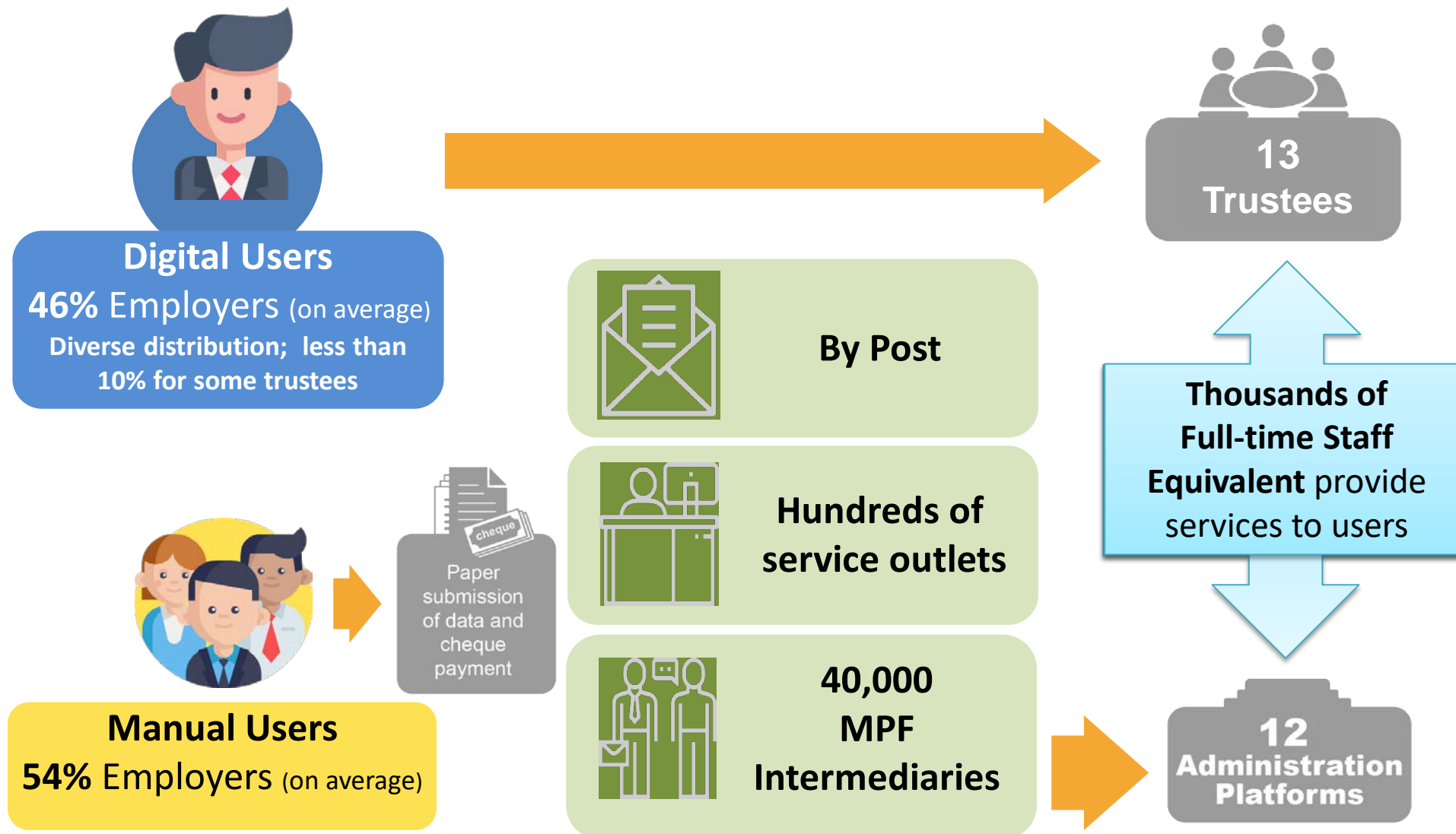


Three Major Elements of MPF Scheme



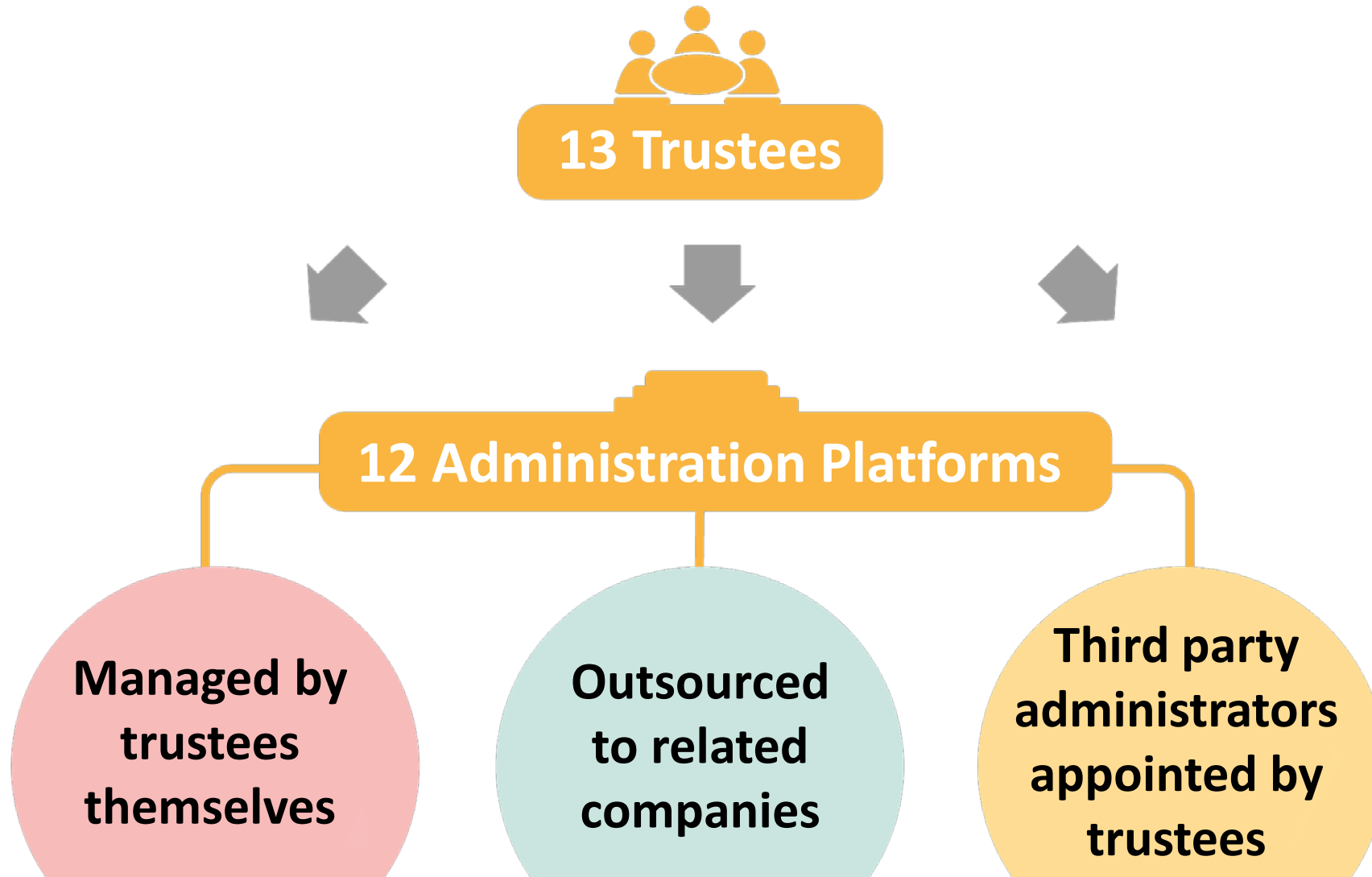


Current State of MPF Scheme Administration





Current State of MPF Scheme Administration (cont'd)





Digital Transformation - eMPF Platform



What is eMPF Platform?

A Public Utility

- ✓ A common, integrated electronic platform that connects 4.5 million scheme members (including 230 000 self-employed persons (SEPs)) & 300 000 employers
- ✓ Tangible benefits to stakeholders & MPF industry

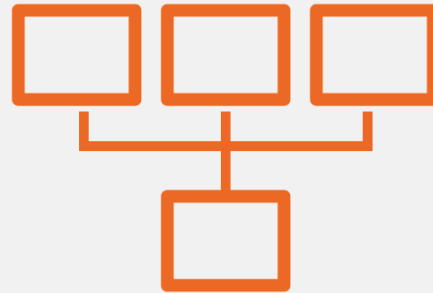


Objectives of eMPF Platform

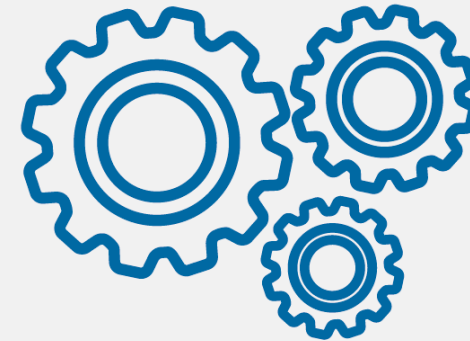
Standardize



Streamline



Automate



MPF scheme administration



Vision of eMPF Platform

Benefit employers, employees, SEPs, MPF industry and MPFA

Paperless and mobile/platform based MPF experience to 4.5 million members and 300,000 employers

Foster a barrier-free market & promote competition

↑ efficiency and ↓ cost will create room for ↓ MPF management fees

Implement initiatives e.g. Designated Savings Account, government's contribution for low income earners

Pave way for future MPF reforms e.g. full portability



Key Benefits for Users



Employers and SEPs

- ✓ One-stop making enrolment and contributions and handling related documents / information
- ✓ Reduce paper work and human errors
- ✓ Reminder of contribution due date



Employees

- ✓ One-stop handling of all accounts
- ✓ Operate anytime, anywhere (e.g. transfer schemes, switch funds, withdraw MPF)
- ✓ Real-time viewing of all accounts
- ✓ Create room for fee reduction



Trustees

- ✓ Standardize, streamline and automate scheme administration
- ✓ Reduce administrative burden and the associated compliance burden and cost



MPFA

- ✓ Improve reliability and accuracy of the MPF System and facilitate enforcement actions
- ✓ Pave way for future reform initiatives

Other benefits from a macro viewpoint

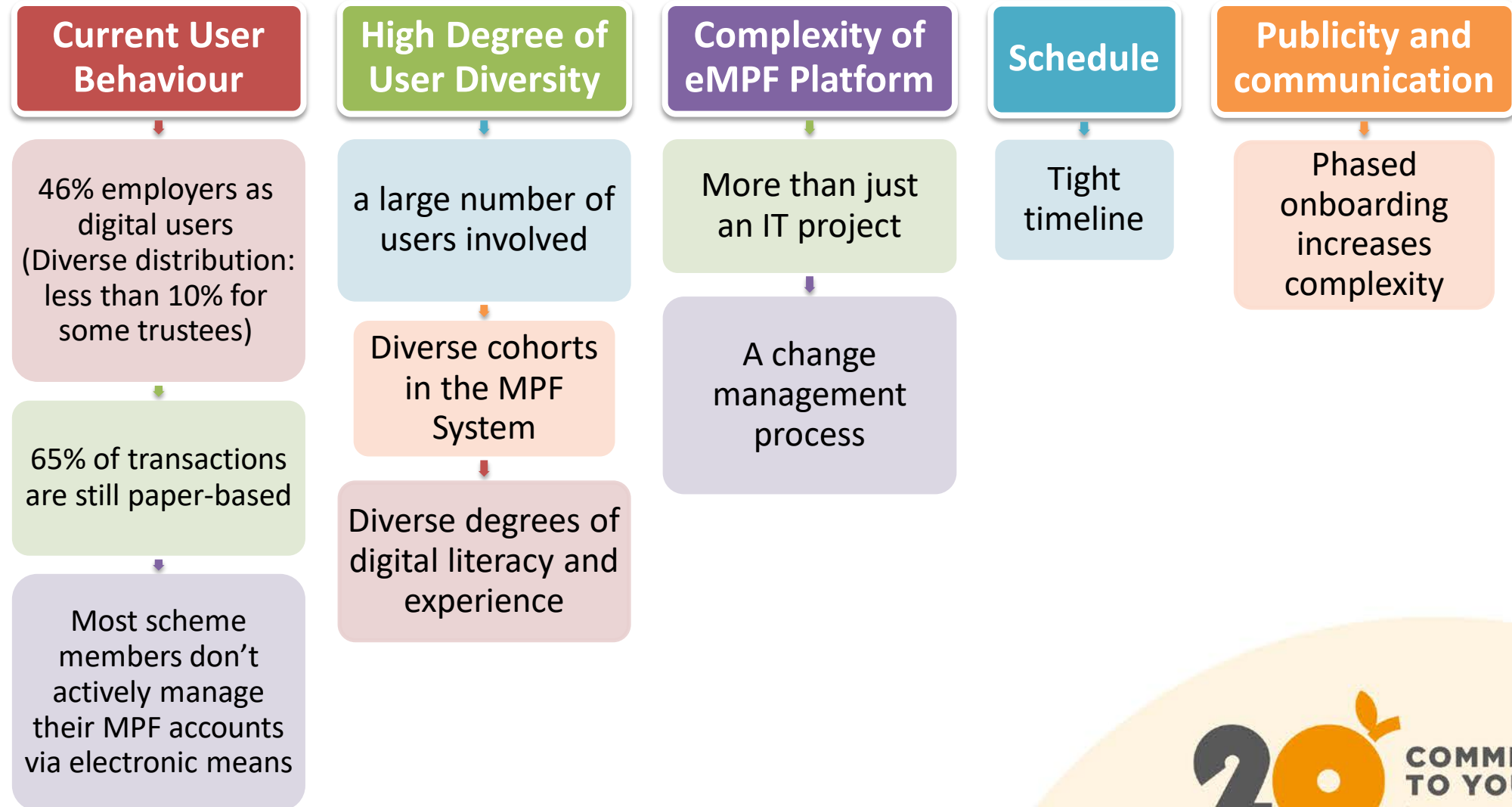


- Induce behavioural changes of the public on digital adoption
- Embrace innovation and technology and work with other digital infrastructures to build HK as a Smart City



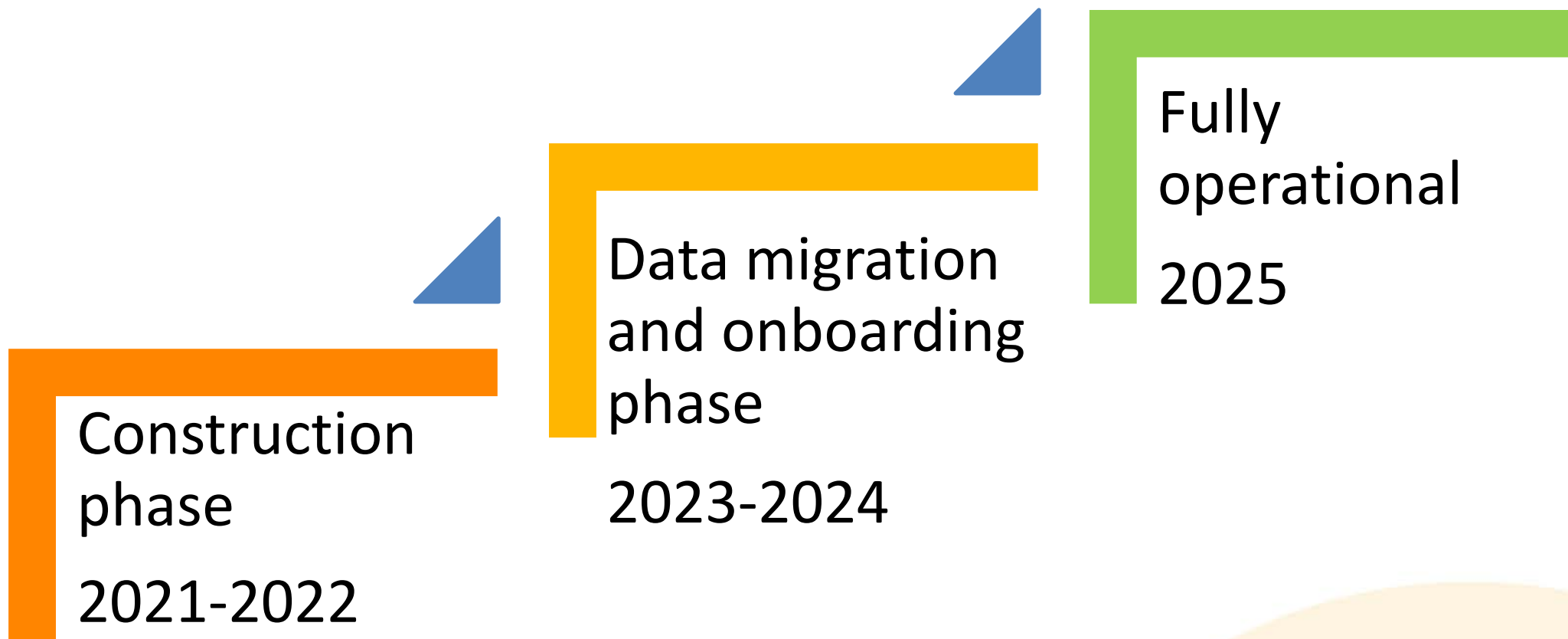


Challenges





Timeline and latest progress





Onboarding process of trustees

Phased migration

Start from 2023



Full onboarding

Complete in 2025

Timetable will be formulated in 2022 to allow sufficient time to plan for the necessary data migration and onboarding arrangement



Legislative amendments

The Mandatory Provident Fund Schemes (Amendment) Bill was passed by Legislative Council on 22 October 2021

01

Requiring trustees to use the eMPF Platform for MPF scheme administration

02

Stipulating the “straight pass-on” requirement in respect of cost saving to benefit scheme members



Engagement, Publicity & Education

Large-scale stakeholder engagement, publicity and education programmes will be launched to gauge views, solicit buy-in and promote use of the eMPF Platform

1
Stakeholder engagement



2
Media publicity and promotion of digital uptake



3
Public education programmes





Key to eMPF Platform's Success

*Support of employers,
employees and the industry*





Thank you