

10 Sin Ming Drive Singapore 575701
Tel: 1800 – CALL LTA (1800 – 2255 582) Fax: (65) 65535329

18 June 2020

Please see Distribution List

VRL/32/2020
Our ref LTA/VR&L/V43.054.000
Your ref

All Electronic Service Agents

All Motor Vehicle Dealers

Dear Sir / Madam

Resumption of COE Bidding Exercise In July 2020

With the re-opening of motor vehicle dealerships and showrooms from 19 June, Certificate of Entitlement (COE) bidding exercises will resume, starting with the first bidding exercise on Monday, 6 July. This provides a two-week period for motor dealers and vehicle buyers to plan and confirm vehicle purchases before the COE bidding exercises resume. Thereafter, COE bidding exercises will resume according to the schedule prior to the Circuit Breaker, opening on the first and third Mondays of each month.

For details on the vehicle quota, please refer to our news release of 18 June 2020, a copy of which is attached.

Please bring the contents of this circular to the attention of your members and staff. Thank you.

Yours faithfully



Cheryl Tan Twan-Lyn (Ms)
Deputy Director
Vehicle Quota & Registration Division
Vehicle Services Group

No. 1 Hampshire Road Singapore 219428
Tel: 1800-CALL LTA (1800-2255 582) Fax: (65) 6396 1595

Date of Issue: 18 June 2020

Resumption of COE Bidding Exercises from 6 July

COE quota from suspension of bidding will be gradually returned to the market

1 With the re-opening of motor vehicle dealerships and showrooms from 19 June, motor dealers will resume operations, including test drives by prospective vehicle buyers. Certificate of Entitlement (COE) bidding exercises will resume, starting with the first bidding exercise on Monday, 6 July. This provides a two-week period for motor dealers and vehicle buyers to plan and confirm vehicle purchases before the COE bidding exercises resume. Thereafter, COE bidding exercises will resume according to the schedule prior to the Circuit Breaker, opening on the first and third Mondays of each month.

Return of COE Quota from Suspension of Bidding

2 The accumulated COE quota of 19,490 from the suspended bidding exercises from April to June will be returned to the market over the next 12 months from July 2020 to June 2021.

3 In reviewing how to return the accumulated COE quota to the market, LTA has considered the need to ensure sufficient supply of COEs to meet the orders that have built up during the period of COE bidding suspension, as well as the need to smoothen the supply of COEs to ensure long-term market stability. To balance these needs, one-third of the accumulated quota will be returned over the first three months from July to September 2020. The remaining two-thirds of the accumulated quota will be returned over the subsequent nine months from October 2020 to June 2021.

4 This will result in an additional quota of:

- a. 6,494 COEs across all categories for the period from July to September 2020; and
- b. 12,996 COEs across all categories for the period from October 2020 to June 2021.

COE Quota for July 2020

5 Taking into account the additional quota returned from the suspended bidding exercises, the COE quota for the bidding exercises in July 2020 will be **8,737**. Please refer to **Annex A** for more details.

6 The next COE quota announcement for the bidding period from August to October 2020 will be made in July 2020.

Annex A: COE Quota for July 2020 Bidding Exercises

For media queries, please contact:

Guenevere Cordeiro
Manager, Strategic Communications and
Media Relations
Tel : 6396 1274
H/P : 9138 8572
Email : media@lta.gov.sg

COE QUOTA FOR JUL 2020 BIDDING EXERCISES

VEHICLE CATEGORY		CATEGORY A	CATEGORY B	CATEGORY C	CATEGORY D	CATEGORY E	TOTAL
		Cars (Up to 1,600cc and maximum power output not exceeding 97kW)	Cars (Above 1,600cc or maximum power output above 97kW)	Goods Vehicles & Buses	Motorcycles	Open (All except motorcycles)	
A1)	Vehicle population as at 31 Dec 2019	321,103	308,991	151,753	140,329		922,176
A2)	Net increase allowed per quarter [Cat C Only] [0.25% x vehicle population / 4] ^(a)	-	-	94	-	- ^(b)	94
(A)	Increase in Vehicle Population	0	0	94	0	0	94
B1)	Total vehicle deregistrations (from Jan to Mar 2020)	6,414	6,420	3,108	3,751	-	19,693
B2)	Contribution of deregistrations to Category E (10% of B1) ^(c)	-641	-642	-310	- ^(d)	1,593	-
(B)	Replacements of Deregistered Vehicles	5,773	5,778	2,798	3,751	1,593	19,693
C1)	Adjustments for change in taxi population ^(e)	-	-	-	-	468	468
C2)	Adjustments for replacements under Early Turnover Scheme ^(f)	-	-	-664	-	-73	-737
C3)	Expired COEs ^(g)	2	20	0	172	1	195
(C)	Adjustments	2	20	-664	172	396	-74
(D)	Total Quota for Jul 2020 Bidding Exercises	2,568	2,581	978	1,727	883	8,737
D1)	Total quota for May – Jul bidding exercises (A + B + C)	5,775	5,798	2,228	3,923	1,989	19,713
D2)	Suspension of May and Jun 2020 bidding exercises	-3,850	-3,864	-1,484	-2,614	-1,326	-13,138
D3)	Return of quota from suspended April 2020, May 2020 and Jun 2020 bidding exercises ^(h)	643	647	234	418	220	2,162
Average Monthly Quota for Jul 2020 Bidding Exercises		2,568	2,581	978	1,727	883	8,737
Monthly Quota for Feb 2020 to Apr 2020 Bidding Exercises		1,945	1,966	629	1,155	655	6,350

Note:

- (a) The vehicle growth rate from Feb 2018 has been set at 0% per annum for Cat A, B and D, while that of Cat C will remain at 0.25% per annum until further review in 2020.
- (b) Taxis were moved from Cat A to Cat E from 6 Aug 2012. With the car population growth rate set at zero, the growth rate of Cat E COEs for the taxi population is also set at zero.
- (c) From May 2017, Cat E receives 10% of the deregistrations from Cat A, B and C.
- (d) From May 2017, Cat D deregistrations no longer contribute to Cat E.
- (e) COEs for new taxi registrations are drawn from Cat E and are deducted from the total number of Cat E COEs, net of deregistrations in the same period. Adjustments are made every six months. Over the six-month period from 1 Jul 2019 to 31 Dec 2019, 2,073 taxis were registered and 3,009 taxis were deregistered. Therefore, a net addition of $(3,009 - 2,073 =) 936$ is being made to the Cat E quota over the subsequent two quarters from Feb 2020 to Apr 2020 and May 2020 to Jul 2020.
- (f) 737 vehicles were registered under the Early Turnover Scheme from Jan to Mar 2020. 90% of the COEs issued under this scheme, i.e. 664 COEs, are deducted from the Cat C quota, and 10%, i.e. 73 COEs, from Cat E.
- (g) Refers to temporary COEs that were successfully secured by bidders but were not utilised during their validity period, which expired between Jan to Mar 2020.
- (h) 19,490 COEs from the suspended bidding exercises from Apr to Jun 2020 will be returned over the next 12 months from Jul 2020 onwards. There will be an additional 6,494 COEs from Jul 2020 to Sep 2020, of which 2,162 COEs have been added to the quota for bidding exercises in Jul 2020.