

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to participate in the “IKHLAS Basic Term Takaful”. Be sure to also read the general terms and conditions.)

TAKAFUL IKHLAS FAMILY BERHAD

(Licensed under Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia)

IKHLAS BASIC TERM TAKAFUL

Date: 9/12/2024

1) What is this product about?

This is a basic and regular contribution individual term plan. It pays a lump sum death benefit if the person covered dies or suffers total and permanent disability (TPD) during the term of the takaful certificate. An additional 100% of sum covered will be paid upon accidental death or TPD. If the person covered dies due to dengue, an additional 50% of the sum covered will be paid subject to a maximum of RM100,000 per person covered. It is a commission free pure protection that does not provide any takaful benefit or refund upon surrender of the takaful certificate.

You may participate in this plan if you are 17 years old and above. Age is based on age next birthday.

2) What are the Shariah concepts applicable?

• **Tabarru’** – refers to donation by takaful participants contributed in the risk fund, for the purpose of providing mutual financial benefit payable to the takaful participants or their beneficiaries on the occurrence of pre-agreed events. The tabarru’ takes into effect when you contribute to the risk fund.

• **Wakalah** – refers to a contract where a party, as principal (*muwakkil*) authorizes another party as his agent (*wakil*) to perform a particular task on matters that may be delegated, with or without imposition of a fee. In the context of the company, we are appointed as an agent (*wakil*) to carry out the takaful business and wakalah fee (*ujrah*) to be paid to the company.

Note: “the company” refers to Takaful Ikhlas Family Berhad

3) What are the covers / benefits provided?

Takaful benefit and sum covered offered as per below:

Takaful Benefit		Sum Covered (RM)	Coverage Term	Description
Death Benefit	Natural causes	50,000	20	Basic sum covered will be payable to the takaful participant upon approval of death claim of the person covered.
	Accidental causes	100,000	20	The death benefit sum covered will be payable if the person covered dies due to accident.
	Dengue	75,000	20	The death benefit sum covered will be payable if the person covered dies due to dengue.
TPD Benefit	Natural causes	50,000	20	TPD sum covered will be payable to the takaful participant upon approval of TPD of the person covered. For more information about this coverage, please refer to <b>Appendix TPD</b> .
	Accidental causes	100,000	20	TPD sum covered will be payable to the takaful participant if the person covered suffers TPD due to accident. For more information about this coverage, please refer to <b>Appendix TPD</b> .

Note:

1. TPD is based on “Any Occupation” definition as defined in the takaful certificate and the takaful benefit is payable subject to an elimination period of six (6) months, provided that:

The TPD claim is confirmed by the appointed physician.

The takaful contributions are not overdue.

The maximum amount of the TPD sum covered payable from all takaful certificates written with the company on the life of the same person covered shall not exceed RM2,000,000. TPD is covered up to age 70 years old.

2. Term of the contract: 20 years

3. Sum covered for death due to dengue will only be paid as the amount mentioned above. It will not be paid on top of death due to natural or accidental causes.

4. Please read the takaful certificate for details of the takaful benefits.

#### 4) How much takaful contribution do I have to pay?

The total takaful contribution that you have to pay and the takaful certificate terms may vary depending on the underwriting requirements of the company:

The estimated total contribution that you have to pay	:	RM216.60 Annually
Contribution duration	:	Until age 55 years old

The renewal takaful contribution is NOT GUARANTEED and the company reserves the right to revise the takaful contribution rate applicable at the time of takaful certificate anniversary based on the emerging claims experience of the product. The company shall give the takaful participant prior three (3) months written notice in the event of revision of takaful contribution. The takaful contribution could be revised due to deterioration in claims experience. The terms and conditions are not exhaustive and the takaful contribution rates may be reviewed under other justified circumstances.

#### 5) What are the fees and charges that I have to pay?

##### a) Wakalah Fee

- The wakalah fee is inclusive of commission and management expenses.

	Years	1	2	3	4	5 & above
Total Wakalah Fee	RM	54	48	39	32	22
	%	25	22	18	15	10
a) Commission	RM	0	0	0	0	0
	%	0	0	0	0	0
b) Management Expense	RM	54	48	39	32	22
	%	25	22	18	15	10

##### b) Takaful Certificate Charge

Takaful certificate charge of RM48 per takaful certificate will be imposed for each year. This charge is an additional to the wakalah fee.

##### c) Tabarru'

The tabarru' amount is the remaining balance of takaful contribution after deduction of wakalah fee and takaful certificate charge. The amount will be allocated into the risk fund.

##### d) Reinstatement Fee

Reinstatement fee is RM15, plus any other taxes, if applicable, at the prevailing rate.

##### e) Stamp Duty

RM10 stamp duty is imposed once at inception.

Note: Reinstatement refers to a situation where you reinstate your takaful certificate after it has lapsed. Please refer to the takaful certificate for details regarding reinstatement.

#### 6) What are some of the key terms and conditions that I should be aware of?

- Importance of disclosure – takaful participant must disclose all material facts such as medical condition, and state age correctly. The company has the right to repudiate liability in the event that takaful participant have failed to disclose relevant information that would affect the decision to accept or reject the risk, and on the terms to be applied to the takaful participant.
- Cooling-off period – takaful participant may cancel the takaful certificate by returning the takaful certificate within fifteen (15) days after received the takaful certificate. The takaful contribution that have been (less any medical charges – if any) will be refunded to the takaful participant. The company shall cancel the takaful certificate immediately upon receipt of the cancellation letter and the takaful certificate shall be deemed not effective from the date of issuance.

- c) TPD benefit will expire on the takaful certificate anniversary date immediately after the person covered's 70th birthday.
- d) It is important for takaful participant to retain receipts as proof of payment of takaful contributions.
- e) Please contact the company immediately if the takaful participant does not receive the takaful certificate after fourteen (14) days from the date of participation.
- f) Notification of claim must be given in writing to the company within thirty (30) days after occurrence of any claim. The company, upon receipt of notice of claim, will furnish to the claimant appropriate forms for filing proof of claim and shall notify the claimant of any other requirements. This shall not preclude the company from requiring further documentation in respect of the loss as deemed fit by the company. All such information and evidence must be furnished to the company within ninety (90) days from the date of the events covered.

Note: This list is non-exhaustive. Please refer to the takaful certificate for the terms and conditions under this takaful certificate. This product disclosure sheet (PDS) contains a summary of the product and is not a contract of the takaful plan. The takaful certificate shall prevail over this document.

## **7) What are the major exclusions under the takaful certificate?**

### Exclusions applicable to Death

This takaful certificate does not cover any death caused directly or indirectly, wholly or partly, by any one of the following occurrences:

- a) Suicide; or
- b) Dies as a result of Human Immune Deficiency Virus (HIV), Acquired Immune Deficiency Syndrome (AIDS) or other sexually transmitted diseases; or
- c) Under the influence of alcohol or drugs other than in accordance with the direction of a registered medical practitioner.

### Major exclusions applicable to TPD

This takaful certificate does not cover any TPD caused directly or indirectly, wholly or partly, by any one of the following occurrences:

- a) Self-inflicted injury or any attempt thereof while sane and insane; or
- b) War, invasion, act of foreign enemy, hostilities or war-like operations (whether war be declared or not) or civil war; or
- c) Mutiny, riot, military or popular rising, insurrection, rebellion, revolution, martial law or state of siege any of the events or causes which determine the proclamation or maintenance of martial law or state of siege; or
- d) Disability arising prior to inception of coverage; or
- e) Pre-existing condition.

### Additional exclusion for Accidental TPD:

- a) Illness of any kind, fits, hernia, venereal disease.

Note: This list is non-exhaustive. Please refer to the takaful certificate for full list of exclusions under this takaful certificate.

## **8) Can I cancel my takaful certificate?**

Participating in a family takaful plan is a long-term financial commitment. If you do not pay your takaful contribution within the grace period, your takaful certificate may lapse. You may opt to cancel the takaful certificate by giving a written notice to the company.

## **9) What do I need to do if there are changes to my contact details?**

It is important that the takaful participant informs the company of any change in contact details to ensure that all correspondences reach the takaful participant in a timely manner.

**10) Where can I get further information?**

Should you require additional information about family takaful, please refer to the *insuranceinfo* booklet on 'Family Takaful' or visit [www.insuranceinfo.com.my](http://www.insuranceinfo.com.my)

If you have any enquiries, please contact us at:

**Takaful Ikhlas Family Berhad (200201025412) (593075-U)**

Customer Relationship Management Department,  
IKHLAS Point, Tower 11A, Avenue 5, Bangsar South,  
No. 8 Jalan Kerinchi, 59200 Kuala Lumpur.

Tel: +603-2723 9696

Fax: +603-2723 9998

Website: [www.takaful-ikhlas.com.my](http://www.takaful-ikhlas.com.my)

E-mail: [ikhlascare@takaful-ikhlas.com.my](mailto:ikhlascare@takaful-ikhlas.com.my)

**11) Other types of family takaful cover available.**

Please contact us for other similar types of plans offered by the company or visit our website for further information.

**IMPORTANT NOTE:**

**PARTICIPATING IN A FAMILY TAKAFUL PLAN IS A LONG-TERM FINANCIAL COMMITMENT. YOU MUST CHOOSE THE TYPE OF PLAN THAT BEST SUITS YOUR PERSONAL CIRCUMSTANCES. YOU SHOULD READ AND UNDERSTAND THE TAKAFUL CERTIFICATE OR CONTACT THE TAKAFUL OPERATOR DIRECTLY FOR MORE INFORMATION.**

**PURSUANT TO PARAGRAPH 5 OF SCHEDULE 9 OF THE ISLAMIC FINANCIAL SERVICES ACT 2013, IF YOU ARE APPLYING FOR THIS TAKAFUL WHOLLY FOR PURPOSES UNRELATED TO YOUR TRADE, BUSINESS OR PROFESSION, YOU HAVE A DUTY TO TAKE REASONABLE CARE NOT TO MAKE ANY MISREPRESENTATION IN ANSWERING THE QUESTIONS IN THE PROPOSAL FORM (OR WHEN YOU APPLY FOR THIS TAKAFUL). YOU MUST ANSWER THE QUESTIONS FULLY AND ACCURATELY.**

**FAILURE TO TAKE REASONABLE CARE IN ANSWERING THE QUESTIONS MAY RESULT IN VOIDANCE OF YOUR CONTRACT OF TAKAFUL, REFUSAL OR REDUCTION OF YOUR CLAIM(S), CHANGE OF THE TERMS OR TERMINATION OF YOUR CONTRACT OF TAKAFUL.**

**THE ABOVE DUTY OF DISCLOSURE SHALL CONTINUE UNTIL THE TIME YOUR CONTRACT OF TAKAFUL IS ENTERED INTO, VARIED OR RENEWED WITH US.**

**IN ADDITION TO ANSWERING THE QUESTIONS IN THE PROPOSAL FORM (OR WHEN YOU APPLY FOR THIS TAKAFUL), YOU ARE REQUIRED TO DISCLOSE ANY OTHER MATTER THAT YOU KNOW TO BE RELEVANT TO OUR DECISION IN ACCEPTING THE RISKS AND DETERMINING THE RATES AND TERMS TO BE APPLIED.**

**YOU ALSO HAVE A DUTY TO TELL US IMMEDIATELY IF AT ANY TIME AFTER YOUR CONTRACT OF TAKAFUL HAS BEEN ENTERED INTO, VARIED OR RENEWED WITH US ANY OF THE INFORMATION PROVIDED IN THE PROPOSSAL FORM (OR WHEN YOU APPLIED FOR THIS TAKAFUL) IS INACCURATE OR HAS CHANGED.**

*The information provided in this Product Disclosure Sheet is valid as at 9/12/2024*

## **Appendix TPD**

### **Coverage**

The TPD sum covered will be payable in one lump sum if the person covered suffers a TPD for at least six (6) consecutive months. The TPD sum covered is payable from the risk fund. The certificate will be terminated upon approval date of TPD, unless TPD sum covered is lower than basic sum covered.

Coverage for TPD shall cease on the certificate anniversary when the person covered's age next birthday is seventy (70) years old or end of certificate term, whichever is earlier.

The maximum amount of TPD claim payable from risk fund for all takaful certificates written with the company on the life of the same person covered shall not exceed Ringgit Malaysia Two Million (RM2,000,000).

### **Waiting Period**

Waiting period of six (6) months is applied to TPD claims. TPD sum covered will be payable if TPD is continued for six (6) consecutive months.

### **Exclusions on TPD**

The TPD benefit shall not be payable if TPD caused directly or indirectly by any of the followings: -

- a) Attempted suicide or a self-inflicted injury act by the person covered while sane or insane; or
- b) Result of drug abuse or under influence of alcohol; or
- c) Participation in any criminal act, riot, civil commotion, insurrection, war (whether declared or not), revolution or any warlike operations, act of foreign enemies, any act of terrorism and chemical warfare; or
- d) Engaging in professional sports, scuba diving, racing or any kind aerial flights other than as a crew member of or as a fare-paying passenger on a licensed passenger-carrying commercial aircraft operating on a regular scheduled route or any dangerous activities or sports (including bungee jumping, hang-gliding, ballooning, parachuting and sky-diving), unless we agree in special endorsement; or
- e) HIV or Acquired Immune Deficiency Syndrome (AIDS) and any AIDS related conditions.

Additional exclusion for Accidental TPD:

- a) Illness of any kinds, fits, hernia and venereal disease.