

## PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to participate in the “IKHLASlink Waiver Of Contributions Secure Takaful Rider”. Be sure to also read the general terms and conditions).

TAKAFUL IKHLAS BERHAD

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

**IKHLASlink Waiver Of Contributions Secure Takaful Rider**

Date: 08/10/2018

### 1) What is this product about?

This is a unit deducting rider which is attachable to the regular Takaful Contribution investment-linked Takaful plan. This rider will manage all future Takaful Contributions due under the Takaful Certificate (including attaching riders, except Critical Illness rider) in the event of the Person Covered is diagnosed of any one of the critical illnesses.

### 2) What are the Shariah concepts applicable?

- **Tabarru’** – shall mean donation for the purpose of solidarity and cooperation among the Takaful Participants and to be used to help Takaful Participants in times of misfortune. In the context of Takaful IKHLAS, Tabarru’ will be allocated into 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 Takaful Ikhlas, the Company is appointed as an agent (*wakil*) to carry out the Takaful Business and a Wakalah fee (*Ujrah*) to be paid to the Company.

### 3) What are the covers / benefits provided?

#### Critical Illness Benefit

Upon the Person Covered being diagnosed as suffering from any one of the critical illnesses listed below, all future Takaful Contribution will be managed by the Company, where the full Takaful Contribution is payable from the Risk Fund.

For example, in the event of the Person Covered diagnosed with a monthly Takaful Contribution of RM100 is diagnosed with a Critical Illness, he/she is no longer required to be pay the RM100 monthly Takaful Contribution.

#### List of Critical Illness

1.	Stroke – resulting in permanent neurological deficit with persisting clinical symptoms	8.	Fulminant Viral Hepatitis
2.	Heart Attack – of specified severity	9.	Coma – resulting in permanent neurological deficit with persisting clinical symptoms
3.	Kidney Failure – requiring dialysis or kidney transplant	10.	Benign Brain Tumor – of specified severity
4.	Cancer – of specified severity and does not cover very early cancers	11.	Paralysis of limbs
5.	Coronary Artery By-Pass Surgery	12.	Blindness – Permanent and Irreversible
6.	Serious Coronary Artery Disease	13.	Deafness – Permanent and Irreversible
7.	End-Stage Liver Failure	14.	Third Degree Burns – of specified severity

**List of Critical Illness**

15.	HIV Infection Due To Blood Transfusion	26.	Motor Neuron Disease – permanent neurological deficit with persisting clinical symptoms
16.	End-Stage Lung Disease	27.	Parkinson's Disease – resulting in permanent inability to perform Activities of Daily Living
17.	Encephalitis – resulting in permanent inability to perform Activities of Daily Living	28.	Alzheimer's Disease/Severe Dementia
18.	Major Organ / Bone Marrow Transplant	29.	Muscular Dystrophy
19.	Loss of Speech	30.	Surgery to Aorta
20.	Brain Surgery	31.	Multiple Sclerosis
21.	Heart Valve Surgery	32.	Primary Pulmonary Arterial Hypertension – of specified severity
22.	Loss of Independent Existence	33.	Medullary Cystic Disease
23.	Bacterial Meningitis - resulting in permanent inability to perform Activities of Daily Living	34.	Cardiomyopathy – of specified severity
24.	Major Head Trauma – resulting in permanent inability to perform Activities of Daily Living	35.	Systemic Lupus Erythematosus With Severe Kidney Complications
25.	Chronic Aplastic Anemia - resulting in permanent Bone Marrow Failure		

**4) How much Takaful Contribution do I have to pay?**

No additional Takaful Contribution applicable to this rider since the Tabarru' charge will be deducted from Unit Fund of the basic Takaful Certificate. However, the Tabarru' charge is NOT GUARANTEED and may be varied from time to time by giving three (3) months' notice to the Takaful Participant prior to Takaful Certificate anniversary.

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

- a) Wakalah Fee – not applicable.
- b) Tabarru' charge is deducted from the Unit Fund of the basic Takaful Certificate on monthly basis (through cancellation of units at unit price). Tabarru' will increase as the Person Covered grow older. Details of the tabarru' amount and other charges for this rider are illustrated in the benefit illustration.

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

- a) Importance of disclosure – you must disclose all material facts such as your age, occupation, and health condition correctly. Takaful IKHLAS has the right to repudiate liability in the event that you failed to disclose relevant information that would affect the decision to accept or reject the risk, and on the terms to be applied to you.
- b) Cooling-off Period – you may cancel your Supplementary Takaful Certificate by returning the Supplementary Takaful Certificate to the Company within fifteen (15) days after you have received the Supplementary Takaful Certificate. The Company shall cancel it immediately upon receipt.

- c) Waiting period – thirty (30) days from the commencement date.
- d) Value of the Unit Fund of the basic Takaful Certificate depends on the performance of the investment-linked funds selected. The higher the level of Takaful coverage selected, the more units will be absorbed to pay for the Tabarru' charges and fewer units will remain to accumulate cash values under the Takaful Certificate.
- e) The actual investment income may fluctuate based on market conditions. As a result, the amount accumulated in the Unit Fund of the basic Takaful Certificate may rise above or fall below the total Takaful Contribution made into Unit Fund of the basic Takaful Certificate (possibly leading to early Takaful Certificate lapsation).
- f) Lapse of Takaful Certificate - the Takaful Certificate will lapse when the value of investment units is insufficient to pay for the Tabarru' and other charges.
- g) The Company will charge a Surplus Administration Charge (SAC) of 50% of the gross distributable surplus declared at the end of each Financial Year. The net distributable surplus (after deducting SAC) from the Risk Fund will be allocated in full (100%) to the Takaful Participant.
- h) It is important for you to receive receipts and keep them as proof of payment of Takaful Contributions.
- i) If you do not receive the Takaful Certificate after fourteen (14) days from the date of participation, please contact us (for standard cases only).
- j) 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.
- k) This Supplementary Takaful Certificate will not provide any benefit amount on termination, maturity or expiry of the Supplementary Takaful Certificate.

Note: This list is non-exhaustive. Please refer to the Takaful Certificate for the terms and conditions under this Takaful Certificate.

## **7) What are the major exclusions under the Takaful Certificate?**

This Supplementary Takaful Certificate shall not cover any critical illness caused directly or indirectly, wholly or partly, by any one of the following occurrences:

- a) War, invasion, act of foreign enemy, hostilities or war-like operations (whether war be declared or not) or civil war;
- b) 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;
- c) Any act of terrorism. For this purpose an act of terrorism means an act, including but not limited to the use of force or violence and/or threat thereof, of any person or group(s) of persons, whether acting alone or on behalf of in connection with any organization(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government or organization and/or to put the public, or any section of public in fear;

- d) Cause by or consequent upon suicide or attempted suicide or willful self injury or indulgence in alcohol or narcotics or drugs or insanity or arising from venereal disease;
- e) Disability sustained by the Person Covered whilst entering, operating or servicing, ascending or descending from or with any aerial device or conveyance including sky diving, parachuting, bungee jumping, hang-gliding or ballooning except while the Person Covered is in an aircraft operated by a commercial passenger airline on a regular scheduled passenger trip over its established passenger route;
- f) Any breach of the law by the Person Covered or any assault provoked by him;
- g) Injury caused by nuclear fission, nuclear fusion, nuclear weapons material or radioactive contamination;
- h) Any pre-existing conditions arising prior to inception of coverage;
- i) If the disease is diagnosed within thirty (30) days from the issue date of this Supplementary Takaful Certificate or date of reinstatement, whichever is later, except for Accidental causes.

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?**

If you find that this rider is no longer appropriate, you may cancel it by giving us a written notice.

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

It is important that you inform us of any change in your contact details (including that of the nominee) to ensure that all correspondences reach you and/or nominee in a timely manner.

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

Should you require additional information on Investment-Linked Takaful and/or Medical and Health Takaful, please refer to *insuranceinfo* booklet on 'Investment-Linked Takaful' and/or 'Medical and Health Takaful'. You can obtain a copy from our Takaful agent or visit [www.insuranceinfo.com.my](http://www.insuranceinfo.com.my).

If you have any enquiry, please contact us at:

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**11) Other types of similar Takaful cover available.**

*IKHLASlink Child Waiver of Contributions Secure Takaful Rider*

**IMPORTANT NOTE:**

**YOU SHOULD SATISFY YOURSELF THAT THIS TAKAFUL CERTIFICATE WILL BEST SERVE YOUR NEEDS. YOU SHOULD READ AND UNDERSTAND THE TAKAFUL CERTIFICATE AND DISCUSS WITH THE AGENT OR CONTACT THE TAKAFUL OPERATOR DIRECTLY FOR MORE INFORMATION.**

*The information provided in this Product Disclosure Sheet is valid effective as at: 08/10/2018*