



## TAKAFUL IKHLAS GENERAL BERHAD (1233870-A)

**IKHLAS Point**, Tower 11A, Avenue 5, Bangsar South, No.8, Jalan Kerinchi, 59200 Kuala Lumpur  
T: +603-2723 9696 F: +603-2723 9998 **Website:** www.takaful-ikhlas.com.my  
(Licensed under Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia)

### IKHLAS ELECTRONIC EQUIPMENT TAKAFUL CERTIFICATE

Whereas the Takaful Participant named in the schedule hereto has made to **Takaful Ikhlas General Berhad** (hereinafter called "the Company") a written proposal by completing a questionnaire which, together with any other statements made in writing by the Takaful Participant for the purpose of this Takaful Certificate, is deemed to be incorporated herein.

Now this Takaful Certificate witnesses that, subject to the Takaful Participant having paid to the Company the Takaful Contribution mentioned in the schedule and subject to the terms, exclusions, provisions and conditions contained herein or endorsed hereon, the Company will indemnify the Takaful Participant in the manner and to the extent hereinafter provided.

This Takaful Certificate applies whether the covered items are at work or at rest, or being dismantled for the purpose of cleaning, overhauling or of being shifted within the premises, or in the course of the aforesaid operations themselves, or during subsequent re-erection, but in any case only after successful commissioning.

#### General Exclusions

The Company shall not indemnify the Takaful Participant in respect of loss or damage directly or indirectly caused by, arising out of or aggravated by

- a) war, invasion, act of foreign enemy, hostilities (whether war be declared or not) civil war, rebellion, revolution, insurrection, mutiny, riot, strike, lock-out, civil commotion, military or usurped power, a group of malicious persons or persons acting on behalf of or in connection with any political organization, conspiracy, confiscation commandeering, requisition or destruction or damage by order of any government de jure or de facto or by any public authority;
- b) nuclear reaction, nuclear radiation or radioactive contamination;
- c) wilful act or wilful negligence of the Takaful Participant or his representatives.

In any action, suit or other proceeding where the Company allege that, by reason of the provisions of Exclusion a) above, any loss, destruction or damage is not covered by this Takaful Certificate, the burden of proving that such loss, destruction or damage is covered shall be upon the Takaful Participant.

#### General Conditions

1. The due observance and fulfilment of the terms of this Takaful Certificate, in so far as they relate to anything to be done or complied with by the Takaful Participant, and the truth of the statements and answers in the questionnaire and proposal made by the Takaful Participant shall be a condition precedent to any liability of the Company.
2. The schedule and the section(s) shall be deemed to be incorporated in and form part of this Takaful Certificate and the expression "this Takaful Certificate", wherever used in this contract, shall read as including the schedule and the section(s). Any word or expression to which a specific meaning has been attached in any part of this Takaful Certificate, of the schedule or of the section(s) shall bear such meaning wherever it may appear.
3. The Takaful Participant shall at his own expense take all reasonable precautions and comply with all reasonable recommendations of the Company to prevent loss or damage and comply with statutory requirements and manufacturer's recommendations.
  - a) Representatives of the Company shall at any reasonable time have the right to inspect and examine the risk and the Takaful Participant shall provide the representatives of the Company with all details and information necessary for the assessment of the risk.
  - b) The Takaful Participant shall immediately notify the Company by telegram and in writing of any material change in the risk and cause at his own expense such additional precautions to be taken as circumstances may require to ensure safe operation of the covered items, and the scope of cover and/or Takaful Contribution shall, if necessary be adjusted accordingly. No material alteration shall be made or admitted by the Takaful Participant whereby the risk is increased, unless the continuance of the cover provided under this Takaful Certificate is confirmed in writing by the Company.
4. The Takaful Participant shall give immediate written notice to the company of any changes of address, occupation, pursuits or any injury, disease, physical defect or infirmity by which the Takaful Participant has become affected.

All notices required to be given by the Takaful Participant to the Company must be in writing address to the Company and neither alteration in terms of this Takaful Certificate nor endorsement thereon will be held valid unless the same is signed or initialed by an authorized representative of the company.

The Takaful Participant shall give notice to the Company of any other Takaful Operator (excepting coupon or in connection with a Motor Takaful Certificate) effected against the Accident and/or incapacity.

Notwithstanding the above, the Company may at its absolute discretion vary, amend or modify any part of the whole Takaful Certificate not limited to the Schedules or Proposal by giving the Takaful Participant sufficient days' notice on such amendments and changes.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

5. In the event of any occurrence which might give rise to a claim under this Takaful Certificate, the Takaful Participant shall
- a) immediately notify the Company by telephone or telefax as well as in writing, giving an indication as to the nature and extent of the loss or damage;
  - b) take all steps within his power to minimize the extent of the loss or damage;
  - c) preserve the parts affected and make them available for inspection by a representative or surveyor of the Company;
  - d) furnish all such information and documentary evidence as the Company may require.
  - e) inform the police authorities in the case of loss or damage due to burglary.

The Company shall on no account be liable for loss or damage of which no notice has been received by the Company within fourteen (14) days of its occurrence. Upon notification being given to the Company under this condition, the Takaful Participant may carry out repairs or make good of any minor damage; in all other cases a representative of the Company shall have the opportunity of inspecting the loss or damage before any repair or alternations are affected. If a representative of the Company does not carry out the inspection within a period of time which could be considered adequate under the circumstances, the Takaful Participant shall be entitled to proceed with the repairs or replacement.

The liability of the Company under this Takaful Certificate in respect of any covered item shall cease if the said item continues in operation after a claim without being repaired to the satisfaction of the Company, or if temporary repairs are carried out without the Company's consent.

6. The Takaful Participant shall at the expense of the Company do and concur in doing and permit to be done all such acts and things as may be necessary or required by the Company in the interest of any rights or remedies, or of obtaining relief or indemnity from parties (other than those covered under this Takaful Certificate) to which the Company are or would become entitled or which is or would be subrogated to them upon their paying for or making good any loss or damage under this Takaful Certificate, whether such acts and things are or become necessary or required before or after the Takaful Participant's indemnification by the Company.
7. If any difference arises as to the amount to be paid under this Takaful Certificate (liability being otherwise admitted), such difference shall be referred to the decision of an arbitrator to be appointed in writing by the parties in difference or, if they cannot agree upon a single arbitrator, to the decision of two arbitrators, one to be appointed in writing by each of the parties, within one calendar month after having been required in writing to do so by either of the parties, or, in case the arbitrators do not agree, of an umpire to be appointed in writing by the arbitrators before the latter enter upon the reference. The umpire shall sit with the arbitrators and preside at their meetings. The making of an award shall be a condition precedent to any right of action against the Company.
8. a) If the proposal or declaration of the Takaful Participant is untrue in any material respect, or if any claim is fraudulent or substantially exaggerated, or if any false declaration or statement is made in support thereof, then this Takaful Certificate shall be void and the Company shall not liable to make any payment hereunder.
- b) In the event of the Company disclaiming liability in respect of any claim and if an action or suit is not commenced within three months after such disclaimer or (in case of arbitration taking place in pursuance of Condition 7 of this Takaful Certificate) within three (3) months after the arbitration or umpire have made their award, all benefit under this Takaful Certificate in respect of such claim is forfeited.
9. If at the time of claim arises under this Takaful Certificate there is any other insurance/Takaful covering the same loss or damage, the Company shall not be liable to pay or contribute more than their rateable proportion of any claim for such loss or damage.
10. This Takaful Certificate may be terminated at the request of the Takaful Participant at any time, in which case the Company will refund the pro rata Takaful Contribution for the unexpired period of cover. This Takaful Certificate may equally be terminated at the option of the Company by fourteen (14) days' notice to that effect being given to the Takaful Participant, in which case the Company will be liable to repay on demand a rateable proportion of the Takaful Contribution for the unexpired term from the date of cancellation less any reasonable inspection charges the Company may have incurred.

Note: A handling fee of RM10.00 will be charged in the event of cancellation made by the Takaful Participant

11. Under a Takaful for a third party's account the Beneficiary shall be entitled to exercise, in his own name, the rights of the Takaful Participant. Without obtaining the Takaful Participant's approval, the Beneficiary shall further have the rights to receive any indemnity paid under this Takaful Certificate and to transfer the Takaful Participant's rights even if the Beneficiary is not in possession of this Takaful Certificate. Upon payment of an indemnity the Company may require evidence of the Beneficiary having given his consent to the Takaful and of the Takaful Participant having given his consent to the receipt of an indemnity by the Beneficiary.
12. The indemnity shall be payable one month after determination by the Company of the full amount due. Notwithstanding the above, the Takaful Participant may, one (1) month after the Company have been duly notified of the loss and have acknowledged their liability, claim as an installment the minimum amount payable under the prevailing circumstances. The running of the periods shall be suspended for the time during which the indemnity is unascertainable or not payable due to reasons within the Takaful Participant's control. The Company shall be entitled to hold indemnification
- a) if there are doubts regarding the Takaful Participant's right to receive the indemnity, pending receipt by the Company of the necessary proof.
  - b) If in connection with the claim an examination by the police or an inquiry under criminal law has been instituted against the Takaful Participant, pending completion of such examination or inquiry.
13. Takaful Contribution allocated by the Takaful Participant as shown in the Schedule shall be placed in the Ta'awuni Account Pool (TAP) at inception to pay Wakalah Fee to Shareholders' Fund and Tabarru' to Risk Fund. The Company will manage the TAP according to the Wakalah principle as defined by the Company and in accordance with the Shariah principles
14. The Company will charge up to 30% of the Takaful Contribution as an upfront Wakalah fee and the balance shall be allocated into the Risk Fund at inception for Tabarru' charges and be used to help all Takaful Participants in time of misfortune.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

“Tabarru” means donation for the purpose of solidarity and cooperation among the Takaful Participants and to be used to help all Takaful Participants in times of misfortune. In the context of the Company, Tabarru’ will be allocated into the Participants’ Risk Fund.

“Takaful Business” means the business relating to the administration, management and operation of a Takaful Fund for its Takaful Participants which involve elements such as investments, savings and claims and Retakaful business and a reference to carrying on Takaful Business shall include all or any of the activities set out in paragraph 5(4)(a) of the Islamic Financial Services Act 2013.

“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 a Wakalah fee (*Ujrah*) to be paid to the Company.

15. The Company will charge a Surplus Administration Charge (SAC) of 50% of the gross distributable surplus arising from the Risk Fund at the end of the financial year. However, the Company may at its discretion and where appropriate charge the SAC for less than 50% of the gross distributable surplus.

Any net distributable surplus arising (after deducting the SAC) from the Risk Fund will be allocated in full (100%) to the Takaful Participant. If the amount due to Takaful Participant is less than the threshold, the amount shall either be retained in the Risk Fund or donated to charity on behalf of the Takaful Participants. The threshold and the method and time of settlement of the surplus distribution shall be as defined in the Surplus Management Policy.

Any deficit in the Risk Fund would be met through an interest free loan (Qard) from the Shareholders’ Fund. Such loan would be a first charge against the future surplus arising from the Risk Fund. If there is a deficit in the Risk Fund due to the Company’s negligence, then it is the responsibility of the Company to ensure that the fund is stable through outright transfer method and not deemed as an advance through the Qard.

“Qard” shall mean a contract of lending money whereby the borrower is obliged to repay the equivalent amount to lender.

16. The Company shall bear all its own operating expenses. Takaful Participants shall bear necessary expenses incurred for their benefits as allowed by the regulator.
17. Payment of any amount paid or made by the Company shall be a valid discharge of liability to the Company and shall release the Company of all claims and demands whatsoever in respect thereof.
18. Any contributions, fees and/or monies payable under this Takaful Certificate are subject to any fees, levies, or charges imposed by the relevant authorities in Malaysia unless otherwise stated.
19. In carrying out the mandate conferred on it by the Takaful Participants, the Company, may find it necessary to avail itself the services of third parties, therefore the Takaful Participants hereby authorise the Company to engage with the third party for the purpose and benefit of participants and Takaful Business

**Section 1- Material Damage**

**Scope of Cover**

The Company hereby agree with the Takaful Participant that if at any time during the period of Takaful stated in the schedule or during any subsequent period for which the Takaful Participant pays and the Company may accept the Takaful Contribution for the renewal of this Takaful Certificate, the items or any part thereof entered in the schedule suffer any unforeseen and sudden physical loss or damage from any cause other than specifically excluded, in a manner necessitating repair or replacement, the Company will indemnify the Takaful Participant in respect of such loss or damage, as hereinafter provided, by payment in cash, replacement or repair (at the Company’s option) up to an amount not exceeding in any one year of Takaful in respect of each of the items specified in the schedule the sum set opposite thereto and not exceeding in all the total sum expressed in the schedule as covered hereby.

**Special Exclusions to Section 1**

The Company shall not, however, be liable for

- a) the deductible stated in the schedule to be borne by the Takaful Participant in any one occurrence; if more than one item is lost or damaged in one occurrence, the Takaful Participant shall not, however, be called upon to bear more than the highest single deductible applicable to such items;
- b) loss or damage directly or indirectly caused by or arising out of earthquake, volcanic eruption, tsunami, hurricane, cyclone or typhoon;
- c) loss or damage directly or indirectly caused by theft;
- d) loss or damage caused by any faults or defects existing at the time of commencement of this Takaful Certificate within the knowledge of the Takaful Participant or his representatives, whether such faults or defects were known to the Company or not;
- e) loss or damage directly or indirectly caused by the failure or interruption of any gas water or electricity service or supply;
- f) loss or damage as a direct consequence the continual influence of operation (e.g. wear and tear, cavitations, erosion, corrosion, incrustation) or of gradual deterioration due to atmospheric conditions;
- g) any costs incurred in connection with the elimination of functional failures, unless such failures were caused by an indemnifiable loss of or damage to the covered items.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

- h) any costs incurred in connection with the maintenance of the covered items, such exclusion also applying to parts exchanged in the course of such maintenance operations;
- i) loss or damage for which the manufacturer or supplier of the covered items is responsible either by law or under contract;
- j) loss of or damage to rented or hired equipment for which the owner is responsible either by law or under a lease and/or maintenance agreement;
- k) consequential loss or liability of any kind or description;
- l) loss of or damage to bulbs, valves, tubes, ribbons, fuses, seals, belts, wires, chains, rubber tyros, exchangeable tools, engraved cylinders, objects made of glass, porcelain or ceramics, sieves or fabrics, or any operating media (e.g. lubrication oil, fuel, chemicals);
- m) aesthetic defects, such as scratches on painted, polished or enamelled surfaces.
- n) In respect of the parts mentioned under m) and n) above, the Company shall be liable to provide compensation in the event that such parts are affected by an indemnifiable loss of or damage to the covered items.

**Provisions Applying to Section 1 Memo 1 - Sum Covered**

It shall be a requirement of this Takaful that the sum covered is equal to the cost of replacement of the covered items by new items of the same kind and capacity, which means their replacement costs including, e.g. freight, customs duties and dues, if any, and erection costs. If the sum covered is less than the amount required to be covered, the Company shall pay only in such proportion as the sum covered bears to the amount required to be covered. Every item if more than one shall be subject to this condition separately.

**Memo 2 - Basis of Indemnity**

- a) in cases where damage to a covered item can be repaired, the Company shall pay expenses necessarily incurred to restore the damaged item to its former state of serviceability plus the cost of dismantling and re-erection incurred for the purpose of affecting the repairs as well as ordinary freight to and from a repair shops, customs duties and dues, if any, to the extent such expenses have been included in the sum covered. If the repairs are executed at a workshop owned by the Takaful Participant, the Company shall pay the cost of materials and wages incurred for the purpose of the repairs plus a reasonable percentage to cover overhead charges.

No deduction shall be made for depreciation in respect of parts replaced, but the value of any salvage shall be taken into account. If the costs of repairs as detailed hereinabove equal or exceed the actual value of the covered items immediately before the occurrence of the damage, the settlement shall be made on the basis provided for in b) below

- b) In cases where a covered item is destroyed the Company shall pay the actual value of the item immediately before the occurrence of the loss including costs for ordinary freight, erection, customs duties and dues, if any, to the extent such expenses have been included in the sum covered, such actual value to be calculated by deducting proper depreciation from the replacement value of the item. The Company shall also pay any normal charges for the dismantling of the item destroyed but the value of any salvage shall be taken into account. The destroyed item shall no longer be covered under this Takaful Certificate, and a necessary data on the relevant substitute item shall be indicated for its inclusion in the schedule.

(The Company may agree - by application of the relevant endorsement – to extend this Takaful to cover reimbursement of the full replacement value).

As from the date of an indemnifiable occurrence the sum covered shall be reduced for the remaining period of Takaful by the amount of indemnity paid, unless the sum covered is reinstated.

Any extra charges incurred for overtime, night work, work on public holidays or express freight shall be covered by this Takaful only if especially agreed in writing. The costs of any alterations, additions, improvements or overhauls shall not be recoverable under this Takaful Certificate.

The costs of any provisional repairs shall be borne by the Company if such repair constitute part of the final repairs and do not increase the total repair expenses.

The Company shall make payments only after being satisfied by production of the necessary bills and documents that the repairs have been affected or replacement has taken place, as the case may be.

**Section 2- External Data Media**

**Scope of Cover**

The Company hereby agree with the Takaful Participant that if the external data media entered in the schedule inclusive of the information stored thereon, which can be directly processed in EDP systems, suffer any material damage indemnifiable under Section 1 of this Takaful Certificate, the Company will indemnify the Takaful Participant as hereinafter provided, in respect of such loss or damage up to an amount not exceeding in any one year of Takaful in respect of each of the data media specified in the schedule the sum set opposite thereto and not exceeding in all the total sum covered hereby, provided always that such loss or damage occurs during the period of Takaful stated in the schedule or during any subsequent period for which the Takaful Participant pays and the Company may accept the Takaful Contribution for the renewal of this Takaful Certificate. This cover applies while the covered data media are kept on the premises.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

**Special Exclusions to Section 2**

The Company shall, however, not be liable for

- a) the deductible stated in the schedule to be borne by the Takaful Participant in any one occurrence;
- b) any costs arising from false programming, punching, labeling or inserting, inadvertent canceling of information or discarding of data media, and from loss of information caused by magnetic fields;
- c) consequential loss of any kind or description whatsoever.

**Provisions Applying to Section 2**

**Memo 1 - Sum Covered**

It shall be a requirement of this Takaful that the sum covered is the amount required for restoring the covered external data media by replacing lost or damaged data media by new material and reproducing lost information.

**Memo 2 - Basis of Indemnity**

The Company shall indemnify any expenses that can be proved to have been incurred by the Takaful Participant within a period of twelve (12) months as from the date of the occurrence strictly for the purpose of restoring the covered external data media to a condition equivalent to that existing prior to the occurrence and necessary for permitting data processing operations to be continued in the normal manner.

If it is not necessary to reproduce lost data or information, or if such reproduction is not affected within 12 months after the occurrence, the Company shall only be liable to indemnify the expenses incurred for replacing the lost or damaged data media themselves by new material.

As from the date of an indemnifiable occurrence the sum covered shall be reduced for the remaining period of Takaful by the amount of indemnity paid, unless the sum covered is re- instated

**Section 3- Increased Cost of Working**

**Scope of Cover**

The Company hereby agree with the Takaful Participant that if material damage indemnifiable under Section 1 of this Takaful Certificate gives rise to a total or partial interruption of operation of the EDP equipment entered in the schedule, the Company will indemnify the Takaful Participant, as hereinafter provided, for any additional expenditure incurred for the use of substitute EDP equipment not covered under this Takaful Certificate up to an amount not exceeding the agreed indemnification per day and not exceeding in all the sum covered in any one year of Takaful, provided always that such interruption occurs during the period of Takaful stated in the schedule or during any subsequent period for which the Takaful Participant pays and the Company may accept the Takaful Contribution for the renewal of this Takaful Certificate.

**Special Exclusions to Section 3**

The Company shall, however, not be liable for any additional expenditure incurred as a result of

- a) restrictions imposed by public authorities concerning the reconstruction or operation of the EDP equipment covered;
- b) the necessary funds not being available to the Takaful Participant in time for repairing or replacing damaged or destroyed equipment.

**Provisions Applying to Section 3**

**Memo 1 - Sum Covered**

It shall be a requirement of this Takaful that the sum covered stated in the schedule is the amount which the Takaful Participant would have to pay as additional expenditure for 12 months' use of substitute EDP equipment of similar performance to the EDP equipment covered. The sum covered shall be based on the amounts agreed per day and per month as specified in the schedule.

The Company shall also reimburse the Takaful Participant for personnel expenses and costs for transportation of materials following upon any event giving rise to a claim under this section, provided separate sums therefore have been entered in the schedule.

**Memo 2 - Basis of Indemnity**

In the event of failure of the EDP equipment covered the Company shall be liable for the additional expenditure that can be proved to have been incurred for the period during which the use of substitute EDP equipment is essential, but at the most for the indemnity period agreed.

The indemnity period shall commence as soon as the substitute equipment is put into use.

The Takaful Participant shall bear that proportion of each claim which corresponds to the time excess agreed.

If it is found following an interruption of the operation of the EDP equipment covered that the additional expenditure incurred during the period of interruption is higher than the proportionate share of the annual sum covered which is applicable to this period, the Company shall only be liable to indemnify the Takaful Participant in respect of that proportion of the agreed annual sum covered which is applicable to the period of interruption, duly taking into account the indemnity period agreed.

Any savings in cost shall be taken into account when calculating the indemnity amount to be paid by the Company.

As from the date of an indemnifiable occurrence the sum covered shall be reduced for the remaining period of Takaful by the amount of indemnity paid, unless the sum covered is reinstated.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

**IMPORTANT NOTICE**

We care about the service that We provide for Our customers, and Our staff makes every effort to maintain as high a standard as possible. In the event that We do not meet Your expectations and You are dissatisfied in some way, We would like to know and would ask You to write to Our:

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

Tel: +603-27239696

Fax: +603-27239998

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

For legal notices to be considered as properly served or any official correspondences, please send to:

**Takaful Ikhlas General Berhad,  
IKHLAS Point, 9<sup>th</sup> Floor, Tower 11A, Avenue 5, Bangsar South,  
No. 8 Jalan Kerinchi, 59200 Kuala Lumpur.**

**Attention to: President and Chief Executive Officer**

If you are not satisfied with the rejection or offer of settlement of a claim, you may appeal to the Company. If you are still not satisfied with the decision of the Company, you may then refer the case to the Ombudsman for Financial Services within six (6) months from the final decision of the Company. The address is as follows:

**Ombudsman for Financial Services (664393P)**

Level 14, Main Block  
Menara Takaful Malaysia  
No. 4, Jalan Sultan Sulaiman  
50000 Kuala Lumpur  
Tel: 603-2272 2811  
Fax: 603-2272 1577  
E-mail: [enquiry@ofs.org.my](mailto:enquiry@ofs.org.my)  
Website: [www.ofs.org.my](http://www.ofs.org.my)

**Contact Centre (BNMTELELINK)**

Laman Informasi Nasihat dan Khidmat (LINK)  
Bank Negara Malaysia  
P.O. Box 10922  
50929 Kuala Lumpur  
Tel : 1-300-88-5465 (1-300-88-LINK)  
Fax : +603-2174-1515  
E-mail: [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

**CLAUSES, ENDORSEMENTS AND WARRANTIES  
(NOT APPLICABLE UNLESS SPECIFIED IN THE SCHEDULE)**

**EM01 STRIKE, RIOT AND CIVIL COMMOTION**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, and subject to the Takaful Participant having paid the agreed extra Takaful Contribution this Takaful Certificate shall be extended to cover loss or damage due to strike, riot and civil commotion which for the purpose of this Endorsement shall mean (subject always to the Special Conditions hereinafter contained) loss of or damage to the property Takaful Participant directly caused by

1. the act of any person taking part together with others in any disturbance of the public peace (whether in connection with a strike or lock-out or not) not being an occurrence mentioned in condition 2 of the Special Conditions hereof,
2. the action of any lawfully constituted authority in suppressing or attempting to suppress any such disturbance or in minimizing the consequences of any such disturbance,
3. the wilful act of any striker or locked out worker done in furtherance of a strike or in resistance to a locked out,
4. the action of any lawfully constituted authority in preventing or attempting to prevent any such act or in minimizing the consequences of any such act.

Provided that it is hereby further expressly agreed and declared that

1. all the terms, exclusions, provisions and conditions of the Takaful Certificate shall apply in all respects to the Takaful granted by this extension save in so far as the same are expressly varied by the following Special Conditions, and any reference to loss or damage in the wording of the Takaful Certificate shall be deemed to include the perils hereby Takaful Participant against,
2. the following Special Conditions shall apply only to the Takaful granted by this extension, and the wording of the Takaful Certificate shall apply in all respects to the Takaful granted by the Takaful Certificate as if this Endorsement had not been made thereon.

**Special Conditions**

1. This Takaful shall not cover
  - a. loss or damage resulting from total or partial cessation of work or the retarding, interruption or cessation of any process or operation,
  - b. loss or damage occasioned by permanent or temporary dispossession resulting from confiscation, commandeering or requisition by any lawfully constituted authority,
  - c. loss or damage occasioned by permanent or temporary dispossession of any building resulting from the unlawful occupation by any person of such building,
  - d. consequential loss or liability of any kind or description, any payments over and above the indemnity for the material damage as provided herein.

Provided nevertheless that the Company are not relieved under b or c above of any liability to the Takaful Participant in respect of physical damage to the property Takaful Participant occurring before dispossession or during temporary dispossession.

2. This Takaful shall not cover loss or damage occasioned by or through or in consequence, directly or indirectly, of any of the following occurrences, namely
  - a. war, invasion, act of foreign enemy, hostilities or warlike operations (whether war be declared or not), civil war,
  - b. mutiny, civil commotion assuming the proportion of or amounting to a popular rising, military rising, insurrection, rebellion, revolution, military or usurped power,
  - c. any act of any person acting on behalf of or in connection with any organization with activities directed toward the overthrow by force of the government de jure or de facto or to the influencing of it by terrorism or violence.  
In any action, suit or other proceeding, where the Company allege that by reason of the provisions of this condition any loss or damage is not covered by this Takaful, the burden of proving that such loss or damage is covered shall be upon the Takaful Participant.
3. This Takaful may at any time be terminated by the Company on notice to that effect being given by registered post at the Takaful Participant's last known address, in which case the Company shall be liable to repay a rateable proportion of the Takaful Contribution for the unexpired term from the date of termination.
4. The limit of indemnity any one occurrence as stated below shall be understood to limit the indemnity for all loss or damage covered by this Endorsement during a consecutive period of 168 hours.

The aggregate liability of the Company during the period of cover of this Takaful Certificate shall be limited by twice the limit of indemnity any one occurrence.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

**EM02 CROSS LIABILITY**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, the Third Party Liability cover of the Takaful Certificate shall apply to the Takaful Participant parties named in the Schedule as if a separate Takaful Certificate had been issued to each party, provided that the Company shall not indemnify the Takaful Participant under this Endorsement in respect of liability for

- loss of or damage to items Takaful Participant or coverable under Section I of the Takaful Certificate, even if not recoverable due to an excess or any limit,
- fatal or non-fatal injury or illness of employees or workmen who are or could have been in under Workmen's Compensation and/or Employers' Liability Takaful.

The Company total liability in respect of the Takaful Participant parties shall not however exceed in the aggregate for any one accident or series of accidents arising out of one event the limit of indemnity stated in the Schedule.

**EM03 MAINTENANCE VISITS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, this Takaful shall be extended for the maintenance period specified in the schedule to cover solely loss of or damage to the contract works caused by the Takaful Participant contractor(s) in the course of the operations carried out for the purpose of complying with the obligations under the maintenance provisions of the contract.

**EM04 EXTENDED MAINTENANCE**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, this Takaful shall be extended for the maintenance period specified in the schedule to cover loss of or damage to the contract works

- caused by the Takaful Participant contractor(s) in the course of the operations carried out for the purpose of complying with the obligations under the maintenance provisions of the contract.
- occurring during the maintenance period provided such loss or damage was caused on the site during the construction period before the Takaful Certificate of completion for the lost or damaged section was issued.

**EM05 TIME SCHEDULE**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the following shall apply to this Takaful:

The construction and/or erection time schedule together with any other statements made in writing by the Takaful Participant for the purpose of obtaining cover under the Takaful Certificate as well as technical information forwarded to the Company is deemed to be incorporated herein.

The Company shall not indemnify the Takaful Participant in respect of loss or damage caused by or arising out of or aggravated by deviations from the construction and/or erection time schedule exceeding the number of weeks stated below unless the Company had agreed in writing to such a deviation before the loss occurred.

**EM06 OVERTIME, NIGHT WORK, WORK ON PUBLIC HOLIDAYS, EXPRESS FREIGHT**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, this Takaful shall be extended to cover extra charges for overtime, night work, work on public holidays and express freight (excluding airfreight).

Provided always that such extra charges shall be incurred in connection with any loss of or damage to the Takaful Participant's items recoverable under the Takaful Certificate.

If the sum(s) covered of the damaged item(s) is (are) less than the amount(s) required to be covered, the amount payable under this Endorsement for such extra charges shall be reduced in the same proportion.

**EM07 AIRFREIGHT**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, this Takaful shall be extended to cover extra charges for airfreight.

Provided always that such extra charges shall be incurred in connection with any loss of or damage to the Takaful Participant's items recoverable under the Takaful Certificate. Provided further that the maximum amount payable under this Endorsement in respect of airfreight shall not exceed the amount stated below during the period of Takaful.



**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

**EM08 STRUCTURES IN EARTHQUAKE ZONES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability arising out of earthquake if the Takaful Participant proves that the earthquake risk was taken into account in design according to the official building codes valid for the site and that the qualities of material and workmanship and the dimensions on which the calculation were based were adhered to.

**EM09 EXCLUSION OF EARTHQUAKE**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused by or resulting from earthquake.

**EM10 EXCLUSION OF FLOOD AND INUNDATION**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused by or resulting from flood and inundation.

**CR11 EXCLUSION OF WINDSTORM**

It is agreed and understood that, notwithstanding the terms, exclusions, provisions and conditions of the Takaful Certificate or any Endorsements agreed upon, the Company shall not indemnify the Takaful Participant for loss or damage or liability directly or indirectly caused by or resulting from windstorm equal to or exceeding grade 8 on the Beaufort Scale (mean wind speed exceeding 62 km/h) or any water damage occurring in connection with or as a consequence of such windstorm.

**CR12 OFF-SITE STORAGE (Limit RM 20,000.00)**

It is agreed and understood that, notwithstanding the terms, exclusions, provisions and conditions of the Takaful Certificate or any Endorsements agreed upon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, Section I of the Takaful Certificate shall be extended to cover loss of or damage to property covered (except property being manufactured, processed or stored at the manufacturer's, distributors or supplier's premises) in off-site storage within the territorial limits as stated in the schedule.

The Company will not indemnify the Takaful Participant for loss or damage caused by the neglect of generally accepted loss prevention measures for warehouses or storage units. Such measures include, in particular:

- ensuring that the storage area is enclosed (either a building or at least fenced-in), guarded, protected against fire, as appropriate for the particular location or type of property stored;
- separating the storage units by fire-proof walls or by a distance of at least fifty (50) metres;
- positioning and designing the storage units in such away as to prevent damage by accumulating water or flooding due to rainfall or by a flood with a statistical return period of less than twenty (20) years;
- limiting the value per storage unit.

**CR13 TESTING OF MACHINERY AND INSTALLATIONS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the period of cover shall be extended to include a test operation or a test loading but not beyond four weeks from the date of commencement of the test.

If, however, a part of a plant or one or several machine(s) is (are) tested and/or put into operation or taken over, the cover for that particular part of the plant or machine(s) and any liability resulting therefrom ceases whereas the cover continues for the remaining parts to which the above does not apply.

It is further agreed and understood that for the machinery and installations undergoing a test, exclusions c and d of the Exclusions to Section I of the Takaful Certificate are deleted and the following exclusion shall apply:

"loss or damage due to faulty design, defective material or casting, bad workmanship other than faults in erection;"

In the case of second-hand items, the Takaful hereunder shall, however, cease immediately on the commencement of the test.

**CR14 TUNNELS AND GALLERIES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant in respect of

- grouting of soft rock areas and/or other additional safety measures even if their necessity arises only during construction,
- overbreak excavation in excess of the minimum excavation provided in the plans and the additional expenses resulting therefrom for refilling of cavities,

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

- expenses incurred for dewatering even if the quantities of water originally expected are exceeded substantially,
- loss or damage due to breakdown of the dewatering system if such breakdown could have been avoided by sufficient stand-by facilities,
- expenses incurred for additional insulations and facilities for the discharge of run-off and/or underground water.

**EM20 UNDERGROUND CABLES, PIPES AND OTHER FACILITIES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant in respect of loss of damage to existing underground cables and/or pipes or other underground facilities if, prior to the commencement of works, the Takaful Participant has inquired with the relevant authorities about the exact position of such cables, pipes or other underground facilities and takes a necessary steps to avoid damage to same.

Claims in respect of loss of or damage to such underground facilities which are in the same position as shown on the underground maps (drawings indicating the position as shown on the underground maps (drawings indicating the position of the underground facilities) shall be payable after applying a deductible of 20% of the loss amount or the deductible stated under a below, whichever is the greater.

Claims in respect of loss of or damage to underground facilities incorrectly shown on the underground map shall be payable after applying the deductible as stated in the schedule.

The indemnity shall in any case be restricted to the repair costs of such cables, pipes or other underground facilities, any consequential damage and penalties being excluded from the cover.

**EM21 CROPS, FORESTS AND CULTURES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused to crops, forests and/or any cultures during the execution of the contract works.

**CR17 DAMS AND WATER RESERVOIRS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant in respect of

- grouting of soft rock areas and/or other additional safety measured even if their necessity arises only during construction,
- expenses incurred for dewatering even if the quantities of water originally expected are exceeded substantially,
- loss or damage due to breakdown of the dewatering system if such breakdown could have been avoided by sufficient stand-by facilities,
- expenses incurred for additional sealing or waterproofing and additional facilities for the discharge of run-off and/or underground water,
- loss or damage due to subsidence if caused by insufficient compacting,
- cracks and leakage.

**CR18 SURROUNDING PROPERTY**

It is agreed-and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, the cover under Section I shall be extended according to the following provisions to cover sudden and unforeseen physical loss of or damage to the structures stated below caused by or arising out of the construction or erection of the items covered under Section I, e.g. due to vibration, weakening or removal of support, lowering of ground water, underpinning, tunneling or other operations involving supporting elements or the subsoil.

Loss of or damage to the structures stated below shall only be covered if prior to the commencement of the works their condition is found to be satisfactory and/or the necessary safety measures have been taken. The Takaful Participant shall produce together with the Company a report stating the condition of the structures before the beginning of the works.

The following shall be excluded:

1. loss or damage attributable to errors or omissions in the designing of the works;
2. loss or damage consisting in cracks that impair neither the stability of the structure nor the safety of its users.

Should further safety measures become necessary during construction, the expenses incurred for such measures shall not be indemnifiable under the Takaful Certificate.

**CR19 SECTIONS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused to or by embankments, cuttings and benchings, ditches, canals or road work if these embankments, cuttings and benchings, ditches, canals or road work are constructed in sections not exceeding in total the length stated in the schedule, irrespective of the state of completion of the Takaful Participant works, and the indemnification for any one loss event shall be limited to the cost of repair of such sections.

**EM19 CAMPS AND STORES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused to camps and stores by fire, flood or inundation if these camps and stores are located above the highest water level recorded on the site during the last twenty (20) years and the individual storage units are either at least 50m apart or separated by fire walls.

It is also agreed that the Company shall indemnify the Takaful Participant for any one occurrence only up to a limit of indemnity for camps and each individual storage unit.

**CR21 CONSTRUCTION PLANT, EQUIPMENT AND MACHINERY**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused to construction plant, equipment and machinery by flood and inundation if, after the execution of works or in case of any interruption, such construction plant, equipment and machinery are kept in an area and not endangered by 20 year floods.

**CR22 CONSTRUCTION MATERIAL**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability directly or indirectly caused to construction material by flood or inundation if such construction material does not exceed three days' demand and the exceeding quantities are kept in areas not endangered by twenty (20) year floods.

**CR23 SAFETY MEASURES TO INUNDATION**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss, damage or liability caused directly or indirectly by precipitation, flood or inundation if adequate safety measures have been taken in designing and executing the project involved.

Adequate safety measures shall mean that allowance is made for precipitation, flood and inundation up to a return period of 20 years for the location covered and the entire Takaful Certificate period on the basis of the statistics prepared by the meteorological agencies.

Loss, damage or liability resulting from the Takaful Participant's not immediately removing obstruction(s) (e.g. sand, trees) from watercourses within the construction site, whether carrying water or not, in order to maintain free water flow shall not be indemnifiable.

**CR24 REMOVAL OF DEBRIS FROM LANDSLIDES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant in respect of

- expenses incurred for the removal of debris from landslides in excess of the costs of excavating the original material from the area affected by such landslides,
- expenses incurred for the repair of eroded slopes or other graded areas if the Takaful Participant has failed to take the measures required or to take them in time.

**EM18 FIRE-FIGHTING FACILITIES AND FIRE SAFETY ON CONSTRUCTION SITES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall only indemnify the Takaful Participant for loss or damage directly or indirectly caused by or resulting from fire or explosion, provided always that:

1. With regard to the progress of work adequate fire-fighting equipment and sufficient extinguishing agents are available and operative at all times. Fully operative wet riser hydrants are installed up to one level below the highest current work level and are sealed by temporary end caps.
2. The cabinets containing hose reels and portable fire extinguishers are inspected at regular intervals but at least twice a week.
3. Fire compartments as required by local regulations are installed as soon as possible after the removal of formwork. Openings for lifts shafts, service ducts and other voids are provisionally closed as soon as possible but not later than at the commencement of fit-out work.
4. Waste material is removed regularly. All floors undergoing fit-out are cleared of combustible waste at the end of each working day.
5. A "permit to work" system is implemented for all contractors engaged in "hot work" of any kind such as but not limited to
  - grinding, cutting or welding operations,
  - use of blow lamps and torches,
  - application of hot bitumen, or any other heat producing operations.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

“Hot work” is carried out only in the presence of at least one worker equipped with a fire extinguisher and trained in fire-fighting. The area of any “hot work” is examined one hour after the work has finished.

6. Storage of material for the construction of erection shall be subdivided into storage units not exceeding the value stated in the schedule per storage unit. The individual storage units shall be either at least 50m apart or separated by fire-proof walls.

All inflammable material and especially all inflammable liquids and gases shall be stored at a sufficiently large distance from the property under construction or erection and any hot work.

7. A Site Safety Coordinator is appointed.
- A reliable fire alarm system is installed and whenever possible a direct communication link maintained with the nearest fire brigade.
  - A Fire Protection Plan and a Site Fire Action Plan are implemented and updated regularly.
  - The contractor personnel are trained in fire-fighting and fire-fighting drills carried out weekly.
  - The nearest fire brigade is familiarized with the site and immediate access maintained for it at all times.
8. The site is fenced off and access controlled.

**EM27 INLAND TRANSIT**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, Section I of this Takaful shall be extended to cover loss of or damage to the property Takaful Participant whilst in transit to the contract site other than on waterways or by air within the territorial limits as specified in Takaful Certificate schedule provided that the maximum amount payable under this Endorsement does not exceed the amount as specified in the schedule per conveyance.

**EM11 SERIAL LOSSES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the following clause shall apply to this Takaful:

Loss or damage due to faulty design (if covered by endorsement), defective material and/or workmanship arising out of the same cause to structures, parts of structures, machines or equipment of the same type shall be indemnified according to the following scale after applying the Takaful Certificate deductible for each loss:

100% of the first 2 losses

80% of the 3rd loss

60% of the 4th loss

50% of the 5th loss

Further losses shall not be indemnified.

**EM12 MANUFACTURER’S RISK**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, exclusion under Special Exclusions to Section I of the Takaful Certificate shall be deleted and exclusion be replaced by the following wording:

“The cost of replacement, repair or rectification of loss of or damage to items due to defective material and/or workmanship and/or faulty design, but this exclusion shall be limited to the items immediately affected and shall not be deemed to exclude loss of or damage to correctly executed items resulting from an accident due to such defective material and/or workmanship and/or faulty design.”

**CR29 CONTRACT WORKS TAKEN OVER OR PUT INTO SERVICES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution the Takaful shall be extended to cover

- loss of or damage to parts of the Takaful Participant contract works taken over or put into service if such loss or damage emanates from the construction of the items Takaful Participant under Section land happens during the period of cover.

**EM25 LAYING WATER SUPPLY AND SEWER PIPES**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall indemnify the Takaful Participant for any loss, damage or liability due to the flooding or silting of pipes, trenches or shafts only up to the maximum length of open trench stated in the schedule, partially or completely excavated, for any one loss event.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

The Company shall be liable only if

1. the pipes, immediately after laying, have been secured in such a manner by backfilling that they cannot be displaced if the trench is flooded;
2. the pipes, immediately after laying, have been closed to prevent water, silt or the like from penetrating;
3. the trenches of tested pipe sections have been backfilled immediately upon completion of the pressure test.

**CR31 DRILLING WORK FOR WATER WELLS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the cover for well drilling work shall be restricted to loss or damage due to or resulting from the following named perils:

- Earthquake, volcanism, tsunami
- Storm, cyclone, flood, inundation, landslide
- Blow-out and/or catering
- Fire/explosion
- Artesian waterflow
- Mud loss, which cannot be overcome by known practice
- Collapse of hole including collapse of casing due to abnormal pressure or heaving shales, which cannot be overcome by known practice

The indemnity shall be calculated on the basis of the costs (including material) spent for drilling the well up to the very moment when the first phenomena of the above perils are apparent and the well has to be abandoned due to a hazard Takaful Participant against, and the Takaful Participant shall bear a deductible of 10% of the loss amount, minimum as stated below for any one occurrence.

Special exclusions:

The Company shall not be liable for

- loss of or damage to drilling rig and drilling equipment (for which the drilling contractor may conclude a special Takaful),
- costs of fishing operations of all kinds,
- costs of reconditioning and work over operations to restore well conditions including all stimulation work (acidising, fracturing, etc).

**CR32 EXISTING PROPERTY**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, Section I of this Takaful of this Takaful shall be extended to cover loss of or damage to the existing property or property belonging to or held in care, custody or control by the Takaful Participant caused by or arising out of the construction or erection of the items Takaful Participant under Section I.

The Company will only indemnify the Takaful Participant for loss of or damage to the Takaful Participant's property provided that prior to the commencement of construction its condition is sound and the necessary safety measures have been taken.

In respect of loss or damage caused by vibration or by the removal or weakening of support, the Company will only indemnify the Takaful Participant for loss or damage as a result of a total or partial collapse of the Takaful Participant's property, and not for superficial damage which neither impairs the stability of the Takaful Participant's property nor endangers its users.

The Company will not indemnify the Takaful Participant for

- loss or damage which is foreseeable having regard to the nature of the construction work or the manner of its execution,
- the costs of loss prevention or minimization measures which become necessary during the period of Takaful.

**CR33 PILING FOUNDATION AND RETAINING WALL WORKS**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon, the Company shall not indemnify the Takaful Participant in respect of expenses incurred

1. for replacing or rectifying piles or retaining wall elements
  - a) which have become misplaced or misaligned or jammed during their construction;
  - b) which are lost or abandoned or damaged during driving or extraction; or
  - c) which have become obstructed by jammed or damaged piling equipment or casings;

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

2. for rectifying disconnected or declutched sheet piles;
3. for rectifying any leakage or infiltration of material of any kind;
4. for filling voids or for replacing lost bentonite;
5. as a result of any piles or foundation elements having failed to pass a load bearing test or otherwise not having reached their designed load bearing capacity;
6. for reinstating profiles or dimensions.

This endorsement shall not apply to loss or damage caused by natural hazards. The burden of proving that such loss or damage is covered shall be upon the Takaful Participant.

**EM32 VIBRATION, REMOVAL OR WEAKENING OF SUPPORT**

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Takaful Certificate or endorsed thereon and subject to the Takaful Participant having paid the agreed extra Takaful Contribution, Section II of this Takaful shall be extended to cover liability consequent upon loss or damage caused by vibration or by the removal or weakening of support.

Provided always that

- the Company will indemnify the Takaful Participant in respect of liability for loss or damage to any property or land or building only if such loss or damage results in the total or partial collapse;
- the Company will indemnify the Takaful Participant in respect of liability for loss or damage to any property or land or building only if prior to the commencement of construction its condition is sound and the necessary loss prevention measures have been taken;
- the Takaful Participant if required shall before commencement of construction and at his own expense prepare a report on the condition of any endangered property or land or building.

The Company will not indemnify the Takaful Participant in respect of liability for

- loss or damage which is foreseeable having regard to the nature of the construction of work or the manner of its execution,
- superficial damage which neither impairs the stability of the property, land or buildings nor endangers their users,
- the costs of loss prevention or minimization measures which become necessary during the period of Takaful.

**EM31 TAKAFUL CONTRIBUTION WARRANTY (sixty (60) Days)**

It is a fundamental and absolute special condition of this contract of Takaful that the Takaful Contribution due must be paid and received by the Company within sixty (60) days from the inception date of this Takaful Certificate/endorsement/renewal Takaful Certificate.

If this condition is not complied with then this contract is automatically cancelled and the Company shall be entitled to the pro rata Takaful Contribution on the period they have been on risk.

Where the Takaful Contribution payable pursuant to this warranty is received by an authorized agent of the Company, the payment shall be deemed to be received by the Company for the purposes of this warranty and the onus of proving that the Takaful Contribution payable was received by a person including an Takaful agent, who was not authorized to receive such Takaful Contribution shall lie on the Company.

**CR36 DATE RECOGNITION CLAUSE**

It is noted and agreed that this Takaful Certificate is hereby amended as follows:-

- A. The Company will not pay for any loss or damage including loss of use with or without physical damage, injury (including bodily injury), costs and expenses incurred or any consequential loss directly or indirectly caused by, consisting of, or arising from, the failure or inability of any computer, data processing equipment, media microchip, operating systems, microprocessors (computer chip), integrated circuit or similar device, or any computer software, whether the property of the Takaful Participant or not, and whether occurring before, during or after the year 2000 that results from the failure or inability of such device and/or software as listed above to:-
  1. correctly recognize any date as its true calendar date;
  2. capture, save, or retain, and/or correctly manipulate, interpret or process any data or information or command or instruction as a result of treating any date other than as its true calendar date; and/or
  3. capture, save, retain or correctly process any data as a result of the operation of any command which has been programmed into any computer software, being a command which causes the loss of data or the inability to capture, save, retain or correctly process such data on or after any date.
- B. It is further understood that the Company will not pay for the repair or modification of any part of any electronic data processing system or any part of any device and/or software as listed above in A.

**ATTACHING TO AND FORMING PART OF TAKAFUL CERTIFICATE NO:**

- C. It is further understood that the Company will not pay for any loss or damage including loss of use with of I ph damage, injury (including bodily injury) costs and expenses incurred or any consequential loss directly or indirectly arising from any advice, consultation, design, evaluation, inspection, installation, maintenance, repair or supervision done by the Takaful Participant or for the Takaful Participant or by or for others to determine, rectify or test, any potential or actual failure, malfunction or inadequate described in A above.
- D. It is further understood that the Company will not pay for any consequential loss resulting from any continuing inability of the computer and equipment described in A above to correctly recognise any date as its calendar date after the lost or damaged probably has been repaired.

Such loss or damage, injury (including bodily injury), costs and expenses incurred or any consequential loss referred to in A, B, C or D above, is excluded regardless of any other cause that contributed concurrent or in any other sequence to the same.

**EM30 REMOVAL OF DEBRIS (10 % Limit of Loss)**

Debris removal following any loss or damage

The indemnity by this Section includes costs and expenses necessarily incurred by the Takaful Participant in

- a) removal and disposal of debris detritus and material foreign to the property covered.
- b) dismantling and/or demolishing of any part of the property covered whether damaged or not including temporary storage of dismantled or demolished property.
- c) shoring up propping and/or protecting any part of the property covered whether damaged or not.
- d) repairing or clearing drains, sewers, service mains and the like and/or dewatering.

The liability of the Company under this clause shall be in addition to the Sum Covered but shall not exceed 10 % of the loss.

Takaful  
**IKHLAS**<sup>®</sup>