

**PRODUCT DISCLOSURE SHEET**

(Read this Product Disclosure Sheet before you decide to participate in the "**IKHLAS Family Income Secure Takaful Rider**". Be sure to also read the general terms and conditions).

**TAKAFUL IKHLAS BERHAD**

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

**IKHLAS Family Income Secure Takaful Rider**

Date: dd/mm/yyyy

**1. What is this product about?**

This rider provides monthly income benefit to the Takaful Participant or the Takaful Participant's next of kin for the remaining duration under the Takaful Certificate in the event of death, Total and Permanent Disability (TPD) and/ or being diagnosed as suffering from any critical illnesses (as specified in the Takaful Certificate) prior to the Takaful Certificate's maturity.

**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** – shall mean agency. In this context, it refers to a contract between the Company and the Takaful Participants where the Takaful Participant authorises the Company to manage the fund on his/her behalf, which allows the Company to charge a Wakalah fee.

**3. What are the covers / benefits provided?****a) Death Benefit**

In the event of death of the Takaful Participant arising from all causes, the monthly income benefit is payable to the Takaful Participant's beneficiary or next of kin throughout the remainder of the term under the Takaful Certificate.

**b) Total And Permanent Disability (TPD)**

In the event of TPD of the Takaful Participant arising from all causes, the monthly income benefit is payable to the Takaful Participant throughout the remainder of the term under the Takaful Certificate.

**Conditions:**

The disability benefit is payable subject to the following conditions:

- i) TPD is based on "Own or Suited Occupation" definition.
- ii) The TPD claim is confirmed.
- iii) The Takaful Contributions are not overdue.
- iv) The disability benefit is payable after satisfying a qualifying period (waiting period) that such disability must last for a continuous period of not less than six (6) months in duration.
- v) Additional mortality and/ or occupational loadings to be added as appropriate to the Takaful Participant's profile and TPD definition. Extra loadings shall be computed as a multiple factor to the minimum net rate. No discount whatsoever will be given as these are the minimum net rates.

**c) Critical Illness Benefit**

In the event Takaful Participant is diagnosed of suffering from any one of the critical illnesses (as specified in the Takaful Certificate), the monthly income benefit is payable to the Takaful Participant throughout the remainder of the term under the Takaful Certificate.

**d) Takaful Certificate Maturity Benefit**

Amount accumulated in the PRIA, inclusive of investment income from the PRIA and net distributable surplus from the Risk Fund, if any, is payable upon maturity of the Takaful Certificate.

**e) Takaful Certificate Surrender Benefit**

Amount accumulated in the PRIA, inclusive of investment income from the PRIA and net distributable surplus from the Risk Fund, if any, is payable upon the surrender of the Takaful Certificate.

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

The total Takaful Contribution depends on the underwriting requirements, age, gender, term and Sum Covered apply. Your Takaful Contribution is as follows:

Sum Covered	:	RM0	Monthly Income
Gender	:	Female	
Age	:	5	
Term	:	0	
<b><u>Yearly Takaful Contribution</u></b>	:	<b><u>RM0.00</u></b>	

The renewal Takaful Contribution is not guaranteed and Takaful IKHLAS reserves the right to revise the Takaful Contribution rate applicable specifically to each Takaful Participant at the time of Takaful Certificate anniversary based on the emerging claims experience of the portfolio. Takaful IKHLAS shall give the Takaful Participant a three (3) months written notice in the event of revision of Takaful Contribution or product withdrawal. The Takaful Contribution could be revised due to deterioration in claims experience, changes in the product benefits as well as a change in the risk profile of the Takaful Participant. These 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 Fees

Year	Wakalah Fee	Commission
1st year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
2nd year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
3rd year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
4th year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
5th year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
6th year	0% of Annual Takaful Contribution or RM0	0% of Annual Takaful Contribution or RM0
7th year and above	0% of Annual Takaful Contribution or RM0	No Commission payable

\* The Wakalah fee is inclusive of the commission.

b) Tabarru' charge is deducted from the PRIA. Tabarru' will increase as the Takaful Participant and/or Payor grow older.

Note : The charges imposed by Takaful IKHLAS may not include any future taxes (including the Goods and Services Tax (GST)). Upon implementation of the GST, Takaful IKHLAS has the right to recover from the Takaful Participant any taxes required by law.

**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 Takaful Certificate by returning the Takaful Certificate within fifteen (15) days after you have received the Takaful Certificate. The Takaful Contribution that you have paid (less any medical charges - if any) will be refunded to you. The Company shall cancel the Takaful Certificate immediately upon receipt and shall be deemed not effective from the date of issuance.
- c) Waiting period on critical illness – thirty (30) days from the commencement date.
- d) Amount accumulated in the PRIA - The actual investment income may fluctuate based on market conditions. As a result, the amount accumulated in the PRIA may rise above or fall below the total Takaful Contribution made into PRIA (possibly leading to early Takaful Certificate lapsation).
- e) Investment profit arising from PRIA, if any, shall be returned to the Takaful Participant (through PRIA) after deducting an Investment Performance Fee of 30% from the profit. However, the Company may at its discretion deduct less than 30% from the profit as Investment Performance Fee.
- f) 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.
- 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.

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?**

**Exclusion on Death Benefit**

Should the Takaful Participant, whether sane or insane commits suicide within one (1) year from the effective date, dies as a result of Acquired Immune Deficiency Syndrome (AIDS) or other sexually transmitted diseases, no benefit shall be payable under this Takaful Certificate.

The Company shall refund the amount accumulated in the PRIA, inclusive of investment income from the PRIA and net distributable surplus from the Risk Fund, if any.

**Exclusion on Covered Critical Illnesses and TPD**

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

- a) the Takaful Participant committing, attempting or provoking an assault or a felony or any violation of the law by the Takaful Participant;

- b) riot and civil commotion, strikes or terrorist activities;
- c) suicide or any attempt threat or self-inflicted injury while sane or insane;
- d) war, declared or undeclared, revolution or any warlike operations;
- e) military or naval service in time of declared or undeclared war or while under orders or warlike operations or restoration of public order;
- f) making an arrest as an officer of the law;
- g) violation or attempted violation of the law or resistance to arrest;
- h) accident occurring while or because the Takaful Participant is affected by the consumption of alcohol beyond the permitted limit or drug unless taken as prescribed by a qualified medical practitioner;
- i) illness or disease of any kind due to ptomaine or bacterial infection (except pyogenic infection which shall occur with and through an accidental cut or wound);
- j) inhalation of poison, gas or fumes (voluntarily or involuntarily taken);
- k) entering, operating, or servicing, ascending or descending from or any other activities relating to and including sky diving, parachuting, bungee jumping, hand-gliding and ballooning or any other aerial device, contraption, conveyance except while the Takaful Participant is in an aircraft operated by a commercial passenger airline on a regular scheduled passenger trip over its established passenger route;
- l) 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;
- m) any pre-existing conditions arising prior to inception of coverage.

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?

You may cancel your Takaful Certificate by giving a written notice to the Company. Upon cancellation, you are entitled to a certain amount of refund of the Takaful Contribution provided that you have not made a claim under the Takaful Certificate.

#### 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 to ensure that all correspondences reach you in a timely manner.

#### 10. Where can I get further information?

Should you require additional information on Family Takaful and/or Medical and Health Takaful, please refer to insuranceinfo booklet on 'Family Takaful' and/or 'Medical and Health Takaful', available at all our branches or you can obtain a copy from our Takaful agent or visit [www.insuranceinfo.com.my](http://www.insuranceinfo.com.my).

If you have any enquiries, please contact us at :

CRM Department  
 Takaful Ikhlas Berhad  
 IKHLAS Point, Tower 11A, Avenue 5  
 Bangsar South, No. 8, Jalan Kerinchi  
 59200 Kuala Lumpur  
 Tel: +603 2723 9999  
 Fax: +603 2723 9998  
 E-mail: [ikhlascare@takaful-ikhlas.com.my](mailto:ikhlascare@takaful-ikhlas.com.my)

#### 11. Other types of similar Takaful cover available

Nil

#### 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 disclosure sheet is valid effective as at: dd/mm/yyyy