

IKHLAS FAMILY INCOME BENEFIT SECURE TAKAFUL RIDER

Continuous support for
your dearest ones.

ENSURE THAT YOUR FAMILY IS ALWAYS TAKEN CARE OF

Did you know that your most important asset is actually your income? It is true that your Takaful takes care of future income loss in the event of a death, but what if you lose your earning while still alive? How long would you be able to manage without a fixed income?

IKHLAS Family Income Benefit Secure Takaful Rider is here to provide you and your family with a safety net. In the event of death, total and permanent disablement or being diagnosed with a critical illness within the plan period, the Rider's monthly benefit will lessen your family's financial difficulties. This Rider plan can only be obtained when attached to a Basic Plan.

WHAT DOES *IKHLAS* FAMILY INCOME BENEFIT SECURE TAKAFUL RIDER COVER?

The plan gives you one of the following benefits:

Death Benefit *(This Takaful Benefit is guaranteed by the Risk Fund)*

In the event of death of the Takaful Participant, arising from all causes, the Monthly Income Benefit (MIB) is payable to the Takaful Participant's next of kin throughout the remainder of the term under the Takaful Certificate.

Total and Permanent Disablement Benefit (TPD) *(This Benefit is guaranteed by the Risk Fund)*

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

Critical Illness Benefit *(This Takaful Benefit is guaranteed by the Risk Fund)*

In the event that the Takaful Participant is diagnosed as suffering from any one (1) of the critical illnesses, the MIB is payable to the Takaful Participant throughout the remainder of the term under the Takaful Certificate.

Termination of the Takaful Certificates *(This Benefit is not guaranteed)*

Upon termination of the Takaful Certificate at any time within the term, the amount accumulated in the Personal Risk Investment Account (PRIA), inclusive of investment income from the PRIA and net distributable surplus from the Risk Fund will be payable, in one (1) lump sum, to the Takaful Participant or next of kin.

TERMS AND AGE LIMIT

Issue Ages:

18 - 60 years old, age of next birthday, male/female, employed

Sum Covered Limits:

Minimum – RM 1,200

Maximum – The lower of the following:

- i) The applicant's actual annual income (at the time of joining)
- ii) Up to RM 120,000 annual income
- iii) Income benefit such that the Rider Takaful Contribution is not more than the Takaful Contribution of the Basic Plan

Expiry Age:

Upon Takaful Participant attaining 65 years old

Coverage Terms:

Minimum – 5 years

Maximum – 47 years, subject to maximum of the Basic Plan

WHY IKHLAS FAMILY INCOME BENEFIT SECURE TAKAFUL RIDER?

IKHLAS Family Income Benefit Secure Takaful Rider provides protection against financial loss should you be affected by any of the critical illnesses as defined in the Takaful Certificate. Upon being diagnosed with TPD, the Monthly Income Benefit is payable subject to the following conditions:

1. The TPD is based on “Own or Suited Occupation” definition.
2. 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.
3. 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 will be given as these are the minimum net rates.
4. The Takaful Contributions are not overdue.
5. Pre-existing conditions are excluded from this benefit.

GROSS ANNUAL TAKAFUL CONTRIBUTION RATE *(Based on Monthly Income Benefit RM 100)*

Gross Annual Takaful Contribution varies depending on the underwriting requirements, age, term and Sum Covered applied. The example is shown below for the RM 100 Monthly Income Benefit.

Age	Term = 10 Years		Term = 20 Years	
	Male	Female	Male	Female
25	28.40	14.91	120.55	63.29
35	43.14	27.33	183.13	116.03
45	98.74	74.24	419.12	315.15

The rates above assume that the proposed Takaful Participant has no medical/health impairments, occupational risks or habits that may require additional loading on the Takaful Contribution.

The renewal of 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 Certificate Owner 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.

CHARGES IN IKHLAS FAMILY INCOME BENEFIT SECURE TAKAFUL RIDER

IKHLAS Family Income Benefit Secure Takaful Rider is based on the *Wakalah* Model where Takaful IKHLAS will charge a *Wakalah* Fee from the Takaful Contributions for administration of the business. The schedule for Takaful Certificate term of 20 years or more is as below:

Year	1	2	3	4	5	6	7 Years Onward
<i>Wakalah</i> Fee (%)	75.50	64.00	44.25	42.75	27.25	27.25	16.50

If the term is less than 20 years, Takaful IKHLAS will reduce the charges accordingly.

EXCLUSIONS

- a) Exclusion on Death
Should the Takaful Participant, whether sane or insane commits suicide within one 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
- b) Exclusions on Critical Illness and TPD
This Takaful Rider shall not cover any death, loss or disability caused directly or indirectly, wholly or partly, by any one (1) of the following occurrences:
 1. Committing, attempting or provoking an assault or a felony or any violation of the law by the Takaful Participant;
 2. Riot and civil commotion, strikes or terrorist activities;
 3. Suicide or any attempt thereat or self-inflicted injury while sane or insane;
 4. War, declared or undeclared, revolution or any warlike operations;
 5. Military or naval service in time of declared or undeclared war or while under orders or warlike operations or restoration of public order;
 6. Making an arrest as an officer of the law;
 7. Violation or attempted violation of the law or resistance to arrest;

8. 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;
9. Illness or disease of any kind due to ptomaines or bacterial infection (except pyogenic infection which shall occur with and through an accidental cut or wound);
10. Inhalation of poison, gas or fumes (voluntarily or involuntarily taken);
11. Entering, operating, or servicing, ascending or descending from or any other activities relating to and including sky diving, parachuting, bungee jumping, hang-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;
12. 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 organisation(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government or organisation and/or to put the public, or any section of public in fear;
13. Any pre-existing conditions arising or prior to inception of coverage.

IMPORTANT NOTES

1. You should determine for yourself that this Rider will best serve your needs and that the Takaful Contribution payable under the Rider is an amount that you can afford.
2. You should refer to the Benefit Illustration and Product Disclosure Sheet before participating in the Rider.
3. Takaful Certificate Owners are given Period of Khiyar 15 days from the date of receipt of Takaful Certificate to review the suitability of the NEW participation in the Rider. Expenses incurred for the medical examination will be taken/deducted from the Takaful Contribution paid.
4. After payment of the first Takaful Contribution, failure to pay a Takaful Contribution to the Company on its due date or within the period of grace will constitute a default in payment of Takaful Contribution.
5. If at the expiration of the Period of Grace and the payment of any Takaful Contribution is in default, then the Company reserves the right as agreed in the Aqad to advance an equivalent amount from the respective account to pay for the *Tabarru'* and the Takaful Certificate shall be continued "in force under PIA" until the amount of PRIA is less than the Takaful Contribution needed to pay for the *Tabarru'*. During this period the Takaful Certificate shall remain in force and if any Takaful Contribution remains unpaid after the PRIA amount becomes insufficient to be advanced any further, the Takaful Certificate shall lapse and have no further value.

6. The Company has the right to repudiate liability in the event that the Takaful Participant failed to disclose relevant information that would affect the decision of the Company to accept or reject risks and on the Takaful Contribution rates and terms to be applied to the Takaful Participant.
7. The brochure is for general information only. It is not a contract of Takaful. The conditions disclosed are not exhaustive. Please refer to the Takaful Certificate Contract for the details on important features of the Takaful Certificate.
8. The Takaful Certificates will not provide benefit amount from the Risk Fund on termination, maturity or expiry of the Takaful Certificates.
9. The benefits of the PRIA will be based on the actual performance of the fund and it is not guaranteed. The actual investment income may fluctuate based on market conditions. As a result, the balance may rise above or fall below the total Takaful Contribution made into PRIA (possibly leading to early Takaful Certificate lapsation).
10. For any investment income derived from the 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. 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.
11. The investment risk of the investment fund will be borne solely by the Takaful Certificate Owner and the benefits may be less than the total Takaful Contributions contributed to investment fund.
12. Total amount to be exempted for income tax relief is subject to approval from the Inland Revenue Board of Malaysia.
13. For more information, you may refer to the *insuranceinfo* booklet on 'Family Takaful' and/ or 'Medical and Health Takaful', available at all our branches or you can obtain a copy from the Takaful Agent or visit www.insuranceinfo.com.my

Disclaimer:

This brochure does not form a contract. Please refer to the Takaful Certificate for full details.