

# ***IKHLAS* PAYOR SAVINGS SECURE TAKAFUL RIDER**

Protection that pays on all fronts.

## **DON'T BURDEN YOUR FAMILY FINANCIALLY**

If anything were to happen to you, your financial responsibilities shouldn't be passed on to your family members. *IKHLAS* Payor Savings Secure Takaful Rider protects your family from the burden of paying in case any unfortunate event befalls you.

This Rider will waive all future non-outstanding Takaful Contributions that are due under the Takaful Certificate in the event of your death, total and permanent disablement (TPD) and/or being diagnosed as suffering from critical illness prior to the Takaful Certificate maturity. This Rider plan can only be obtained when attached to a Basic Plan.

## **WHAT DOES *IKHLAS* PAYOR SAVINGS SECURE TAKAFUL RIDER COVER?**

### **Death Benefit**

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

In the event of death of the Payor, arising from all causes, all future Takaful Contributions due under the Takaful Certificate (including attaching Riders, where applicable) are waived.

### **Total and Permanent Disablement Benefit (TPD)**

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

In the event of TPD of the Payor, arising from all causes subject to the terms and conditions of the Rider, all future non-outstanding Takaful Contributions due under the Takaful Certificate (including attaching Riders, where applicable) are waived.

### **Critical Illness Benefit**

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

In the event that the Payor is diagnosed with suffering from any one of the critical illness (as specified in the Takaful Certificate), all future non-outstanding Takaful Contributions due under the Takaful Certificate (including attaching Riders, where applicable) are waived.

### **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 Certificate Owner or Takaful Participant or next of kin.

## **TERMS AND AGE LIMIT**

### **Issue Ages:**

Payor : 18 - 60 years, age of next birthday, male/female

**Expiry Age:**

Upon Child attaining the age of 18 (or maximum up to 23, subject to child remaining in education on a full-time basis), or upon Payor attaining the age of 65, whichever is earlier.

For Spouse cover, upon the spouse attaining the age of 65, or upon Takaful Participant attaining the age of 65, whichever is earlier.

**Coverage Terms:**

Minimum – 5 years

Maximum – 47 years for spouse and 23 years for child

**WHY IKHLAS PAYOR SAVINGS SECURE TAKAFUL RIDER?**

**IKHLAS Payor Savings Secure Takaful Rider** provides protection against financial loss in the event of TPD or should you be affected by any of the critical illnesses (as specified in the contract). Upon diagnosis of TPDs, the Sum Covered 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 Sum Covered RM 1,000)*

Gross Annual Takaful Contribution is calculated based on Payor’s age, gender and term of coverage. The example is shown below for the RM 1,000 Sum Covered:

Payor’s 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 Payor 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 Payor 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 Payor. These conditions are not exhaustive and the Takaful Contribution rates may be reviewed under other justified circumstances.

## CHARGES IN IKHLAS PAYOR SAVINGS SECURE TAKAFUL RIDER

**IKHLAS Payor Savings 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 commit 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 TPD  
This Takaful Rider shall not cover any 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 Payor;
  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 Payor 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 Payor 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 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 the 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 Payor 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 Payor.
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](http://www.insuranceinfo.com.my)

**Disclaimer:**

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