

<b>PRODUCT DISCLOSURE SHEET</b>	<b>Etiqua Takaful Berhad</b>
<b>Read this Product Disclosure Sheet before you decide to participate in the Equipment All Risk Takaful. Be sure also to read the general terms and conditions.</b>	<b>Equipment All Risk Takaful</b> Date : ____/____/____

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

This Takaful is specially designed to provide cover in respect of movable machinery use at site and in the warehouse or factory where the machine do not have road tax and registration number ie not used on public roads.

Basically, it covers any mechanically propelled or moveable vehicle not used on public roads. Examples of vehicles falling within this category are tractors, forklifts, cranes, excavators, pick-up vehicles used on private roads and logging trucks or other equipment at work sites.

**2. What are the Shariah concepts applicable?**

**Tabarru'**

This product applies the Tabarru' concept, whereby the participants agree to pay their contribution to the General Takaful fund for the purpose of mutual aid and assistance to any other participants in case of need

**Wakalah**

This product also applies the wakalah concept, whereby the participants nominate the Takaful Operator to act on their behalf to invest and manage the General Takaful fund. As an agent, the Takaful Operator is entitled to receive a 'wakalah fee' as a service charge.

**Note :** Please refer to the Takaful Certificate contract for more details.

**3. What are the covers / benefits provided**

This certificate covers loss or damage to the equipment, its accessories and spare parts whilst fixed thereon due to:

- accidental collision or overturning or collision and/or overturning consequent upon mechanical breakdown or consequent upon wear and tear
- fire, external explosion, self-ignition or lightning
- burglary, housebreaking or theft

Duration of cover is normally for One year. You need to renew your Takaful certificate annually.

**Distribution of Surplus**

If there is a surplus at the end of the financial year, we will receive fifty (50%) as incentive for being responsible in operating and managing the General Takaful fund. The balance will be reserved for distribution amongst participants subject to the provisions of the Takaful certificate. The surplus will not be payable if the participant has made a claim under this certificate. If the surplus payable to the participant is less than RM10.00, it shall be credited into a charity fund, which will be utilized as amal jariah.

**Note :** Please refer to the Takaful certificate contract for more information on the above benefits.

**3. How much contribution do I have to pay?**

The total contribution that you have to pay may vary depending on the Sum Covered, risk exposure and underwriting requirements of the Takaful Operator:

**4. What are the fees and charges that I have to pay?**

Type	Amount
Commissions paid to the Takaful agent	Up to 25% of premium
Stamp Duty	RM 10.00
Good Service Tax (GST)	6% of premium

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

Some of the key terms and conditions that you should be aware of are:

- **Duty of disclosure** - you must give all the facts in your application form fully and faithfully otherwise your certificate may be void.
- **Change in Risk** - you must inform the company or your agent in writing on any material changes during the certificate period so that the necessary amendments are endorsed into your certificate.
- **Duty of Assured** - you shall maintain the equipment in efficient condition and take all reasonable steps to safeguard the equipment against loss or damage.
- You must ensure that your equipment is covered at the appropriate amount, either on:
  - a) **Market value basis** – we will pay the full cost of repairing the damaged equipment less the amount for wear, tear and depreciation, or

- b) **Replacement value basis** – we will reinstate, repair or replace the loss or damaged equipment without any deductions being made for wear, tear or depreciation provided that the sum insured is adequate to cover the total cost of replacing the equipment.
- **Under Takaful** – you must ensure that the sum covered is adequate, otherwise, average condition will apply for under Takaful at the time of loss. You will be deemed to be self-takaful for the difference.
- **Excess** - is the amount of loss that you have to bear in event of a claim.

**6. What are the major exclusions under this certificate?**

This certificate does not cover certain losses, such as:

- a) Loss or damage sustained whilst the equipment is being used
  - for racing, pace-making, reliability trial, demonstration or speed-testing
  - for the carriage of passengers
  - whilst drawing a trailer or towing any vehicle unless such towed vehicle is not towed for reward
- b) Any loss or damage sustained:
  - outside the Territorial Limit stated in the Schedule
  - whilst the equipment is being used on a Road as defined in the Road Traffic Ordinance.
  - whilst the equipment is in transit (including the processes of loading and unloading incidental to such transit) by road, rail, inland waterway, lift or elevator.
- c) Any loss or damage caused by:
  - any latent or mechanical defect, mechanical or electrical breakdown or wear and tear
  - overloading or strain
- d) Loss or damage caused by the willful or dishonest act of the Participant employees.
- e) Loss or damage caused whilst the equipment is being driven by the Authorised Driver/ Operator under the influence of intoxicating liquor or drugs.
- f) Loss of accessories, parts and spare parts unless the equipment is stolen at the same time.
- g) Loss of or damage to:
  - tyres unless the equipment is also damaged at the same time
  - canopy unless caused by or resulting from the overturning of the equipment
- h) Loss or damage caused by:
  - earthquake, landslip, subsidence, sinking, flood, volcanic eruption
  - war, invasion, strike, riot, civil commotion

*(Note :This list is non-exhaustive. Please refer to the certificate contract for the full list of exclusions under this certificate.)*

**7. Can I cancel my certificate and how do I cancel it?**

You may cancel your certificate at anytime by giving written notice to our company in which case we shall retain the customary short period rate for the time the certificate has been in force. Upon cancellation, you are entitled to a refund contribution subject to the minimum contribution to be retained by the Takaful Operator. No refund of contribution will be allowed if there is a claim under the certificate.

**8. What do I need to do if there are changes to my contact details?**

It is important that you inform us of any changes to your contact details to ensure that all correspondences reach you in a timely manner.

**9. Where can I get further information?**

Should you require additional information about Equipment All Risk Takaful, please refer to the insurance info booklet on 'Equipment All Risk 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).

If you have any enquiries, please contact us at:

**Etiqa Takaful Berhad (266243D)**  
**(Registered under Takaful Act 1984 and Regulated by Bank Negara Malaysia)**  
**Level 19, Tower C, Dataran Maybank**  
**No. 1, Jalan Maarof**  
**59000 Kuala Lumpur, Malaysia**  
**Tel : 03 2297 3888 Fax : 03 2297 3800**  
**Email : [info@etiqa.com.my](mailto:info@etiqa.com.my)**  
**Homepage : [www.etiqa.com.my](http://www.etiqa.com.my)**

**10. Other types of General Takaful cover available:**

Other types of General Takaful cover available are as follows:

- All Risks Takaful
- Fidelity Guarantee Takaful
- Plate Glass Takaful
- Burglary Takaful
- Money Takaful
- Workmen Compensation
- Public Liability
- Employer's Liability
- Fire Takaful
- Houseowner/Householder

**IMPORTANT NOTE:**

**YOU MUST ENSURE THAT YOUR PROPERTY IS COVERED AT THE APPROPRIATE AMOUNT. 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 as at or until <dd/mm/yy> \_\_\_\_/\_\_\_\_/\_\_\_\_.