

<p>PRODUCT DISCLOSURE SHEET</p> <p>(Read this Product Disclosure Sheet before you decide to participate in the <i>IKHLAS</i> Private Car Takaful. Be sure to also read the general terms and conditions of this Takaful Certificate.)</p>	<p>TAKAFUL IKHLAS BERHAD</p> <p>(Licensed under Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia)</p> <p>IKHLAS PRIVATE CAR TAKAFUL</p> <p>Date: dd/mm/yyyy</p>
<p>1) What is this product about?</p> <p>This Certificate provides coverage against liabilities to other parties for injury or death, damage to other parties' property, and accidental or fire damage to your vehicle or theft of your vehicle.</p>	
<p>2) What are the Shariah concepts applicable?</p> <ul style="list-style-type: none"> • Tabarru' - means donation for the purpose of solidarity and cooperation among the Participants and to be used to help Participants in times of misfortune. In the context of Takaful IKHLAS, Tabarru' will be allocated into the Risk Fund. • Wakalah – refers to a contract where a party, as principal (<i>muwakkil</i>) authorizes another party as his agent (<i>wakil</i>) to perform a particular task on matters that may be delegated with or without imposition of a fee. In the context of Takaful IKHLAS, the Company is appointed as an agent (<i>wakil</i>) to carry out the Takaful Business and a Wakalah fee (<i>ujrah</i>) to be paid to the Company. <p>Note: Please refer to the Certificate for more information.</p>	
<p>3) What are the covers / benefits provided?</p> <p>Loss or Damage to Vehicle The Company will cover the Participant's Vehicle if it is damaged or lost in the following circumstances:-</p> <ol style="list-style-type: none"> (a) by accidental collision or overturning, (b) by collision or overturning caused by mechanical breakdown, (c) by collision or overturning caused by wear and tear, (d) by impact damage caused by falling objects provided no flood, typhoon, hurricane, storm, tempest, volcanic eruption, earthquake, landslide, landslip, subsidence or sinking of the soil/earth or other convulsion of nature is involved, (e) by fire, explosion or lightning, (f) by burglary, housebreaking or theft, (g) by malicious act, (h) when in transit (including its loading and unloading) by: <ol style="list-style-type: none"> i) road, rail, inland waterway ii) direct sea route across the straits between the island of Penang and the mainland. <p>Note: The list above will all be covered under "Comprehensive" cover. Only (e) and (f) is covered under "Third party Fire and Theft" cover. None of the above is covered under "Third party" cover.</p> <p>Liability to Third Parties The Company will pay the amount which the Participant or the Participant's Authorized Driver are legally liable to pay (including claimants' costs and expenses) for:-</p> <ol style="list-style-type: none"> (a) death or bodily injury to any person except those specifically excluded under Exclusions to Section B (b) damage to property as a result of an accident arising out of the use of the Participant's Vehicle provided the Participant's Authorized Driver also complies with all the terms and conditions of the Certificate that the Participant is subject to. 	

Endorsements

This consists of optional benefits that you may wish to extend the coverage by paying additional Contribution:

- (a) Strike, riot and civil commotion.
- (b) Cover for windscreens, windows and sunroof.
- (c) Inclusion of Special Perils
- (d) Legal liability of Passengers for Negligent Acts
- (e) Separate Cover for Accessories fixed to Your Car
- (f) Current Year no-claim-discount (NCD) relief.

Kindly refer the Certificate for a complete list of Endorsements.

Duration of cover is for one (1) year. You need to renew the Certificate annually.

4) How much Contribution do I have to pay?

The total Contribution you have to pay may vary depending on the rating factors considered in the pricing. Some of the risk factors include your age, your vehicle make, your vehicle age, your required Sum Covered and your no-claim-discount(NCD) entitlement.

<u>Takaful Cover</u>	<u>Comprehensive (RM)</u>
Basic Contribution	2,000.00
No Claim Discount (25%)	-500.00
Total Contribution	1,500.00
Service Tax	90.00
Stamp Duty	10.00
Total Amount Payable	1,600.00

For further information, you may refer to the FAQ attached in our website (www.takaful-ikhlas.com.my)

5) What are the fees and charges that I have to pay?

The following charges are applicable:

What you have to pay in addition to the Contribution amount :-

- Applicable taxes are chargeable at the prevailing rates.
- Stamp duty : RM10.00

What is included in the Contribution amount :-

- Wakalah Fees -
 - ✓ Commissions : up to max. 10% of Contribution
 - ✓ Management Expenses : up to 28% of Contribution

What you have to pay if you cancel the Certificate :-

- Cancellation Fee : RM10.00

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

Importance of Disclosure

- You must disclose all material facts such as previous accidents and modification to engines.
- It is fundamental and absolute condition of this Certificate that the full Contribution payable is received by the Company on or before the effective date of this Certificate. The Company shall not be liable upon this Certificate unless the said Contribution is paid on or before commencement of cover.
- You are advised to pay the Contributions directly to us, either by cash, credit card or cheques (cheques should be made only in the name of the Company).

Amount to be Covered

- You must ensure that your vehicle is covered at the appropriate amount.
- The excess all claims, is the amount of loss you have to bear if your vehicle is loss or damaged: RM (as per Certificate Schedule).
- The compulsory excess is the amount of loss you have to bear if your vehicle is driven by a person not named in your Certificate, and/or is under 21 years old and/or holds a Provisional (P) or Learner (L) driver's license: RM400.

Surplus

- The Company shall charge a Surplus Administration Charge (SAC) of 50% of the gross distributable surplus arising at the end of the financial year. However, the Company may at its discretion and where appropriate charge SAC 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 Participant. If the amount due to Participant is less than the threshold, the amount shall either be retained in the Risk Fund or donated to charity on behalf of the Participants. Both the threshold and the treatment of such amount shall be as defined in the Surplus Management Policy.

7) **What are the major exclusions under the Certificate?**

The Company will not pay for following claims that is specific for any losses or damage to your vehicle:

(a) **Consequential Losses**

Any direct or indirect losses of any kind that may arise as a consequence of any Incident other than that provided for in Section A2 of the Certificate.

(b) **Loss of Use**

Any expense or financial loss that **You** may incur because You cannot use Your Vehicle e.g. cost of hiring replacement car, travelling expenses etc.

(c) **Depreciation**

The loss of value of Your Vehicle due to the damage sustained or the time taken to repair the Vehicle, and/or for any loss or damage that results over a prolonged period of time due to wear and tear, rust and corrosion.

(d) **Damage to Tyre(s)**

Any damage to the tyre(s) of Your Vehicle unless other parts of Your Vehicle are also damaged at the same time.

(e) **Cheating or Criminal Breach of Trust**

Any loss or damage, including theft, caused by or attributed to the act of Cheating or Criminal Breach of Trust by any person.

(f) **Excess**

The amount of Excess stated in the Schedule. This is the first amount that You have to bear in respect of each and every claim under the Certificate.

(g) **Loss of Electronic Data**

Loss of electronic data and any consequences arising from it, directly or indirectly caused by or in connection with a computer virus. This includes loss of use, reduced functionality, or any other associated loss or expense in connection with the electronic data.

These exclusions include situations that are not covered by this Certificate at the time of Incident:

(h) **Contractual Liability**

Any liability that arises by virtue of an agreement will not be paid by virtue of agreement but for which We would not have been liable in the absence of such agreement.

(i) **Unlawful Purpose**

There is no cover under this Certificate if You or Your Authorized Driver/Rider use Your Vehicle for an unlawful purpose or to attempt an unlawful purpose i.e. in violation of the criminal law or a recognized law of the country where Your Vehicle was being used.

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

8) Can I cancel my Certificate?

You may cancel your Certificate by giving written notice to us. Upon cancellation, you are entitled to a refund of the pro rata Contribution for the unexpired period of cover, subject to the minimum Contribution of RM50.00 to be retained by us. No refund of Contribution is allowed if there is a claim under the 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 about Motor Takaful, please refer to the *insuranceinfo* booklet on "Motor Takaful". You can obtain a copy from your Takaful intermediary or visit www.insuranceinfo.com.my

Should you require additional information about *IKHLAS* Private Car Takaful, please contact us at:

Takaful Ikhlas Berhad

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

Tel: 03-2723 9696

Fax : 03-2723 9998

Website: www.takaful-ikhlas.com.my

E-mail: ikhlascare@takaful-ikhlas.com.my

11) Other similar types of cover available.

- *IKHLAS* Motorcycle Takaful
- *IKHLAS* Commercial Vehicle Takaful
- *IKHLAS* Motor Trade Vehicle Takaful
- *IKHLAS* Special Type Vehicle Takaful

IMPORTANT NOTE:

YOU SHOULD ENSURE THAT YOUR VEHICLE IS COVERED AT THE APPROPRIATE AMOUNT. IN THE EVENT OF AN ACCIDENT, YOU ARE ADVISED TO DEAL WITH APPROVED WORKSHOPS. IF YOU HAVE A COMPREHENSIVE COVER AND YOU ARE NOT AT FAULT, YOU ARE ADVISED TO SUBMIT YOUR CLAIM TO YOUR TAKAFUL OPERATOR. YOU SHOULD READ AND UNDERSTAND THE TAKAFUL CERTIFICATE AND DISCUSS WITH THE AGENT OR CONTACT THE TAKAFUL OPERATOR DIRECTLY FOR MORE INFORMATION.

PURSUANT TO PARAGRAPH 5 OF SCHEDULE 9 OF THE ISLAMIC FINANCIAL SERVICES ACT 2013, IF YOU ARE APPLYING FOR THIS TAKAFUL PRODUCT WHOLLY FOR PURPOSES UNRELATED TO YOUR TRADE, BUSINESS OR PROFESSION, YOU HAVE A DUTY TO TAKE REASONABLE CARE NOT TO MAKE A MISREPRESENTATION IN ANSWERING THE QUESTION IN THE PROPOSAL FORM (OR WHEN YOU APPLY FOR THIS PRODUCT). YOU MUST ANSWER THE QUESTION FULLY AND ACCURATELY.

FAILURE TO TAKE REASONABLE CARE IN ANSWERING THE QUESTION MAY RESULT IN AVOIDANCE OF YOUR TAKAFUL CERTIFICATE, REFUSAL OR REDUCTION OF YOUR CLAIM(S), CHANGE OF TERMS OR TERMINATION OF YOUR TAKAFUL CERTIFICATE.

THE ABOVE DUTY OF DISCLOSURE SHALL CONTINUE UNTIL THE TIME YOUR TAKAFUL CERTIFICATE IS ENTERED INTO, VARIED OR RENEWED WITH US.

IN ADDITION TO ANSWERING THE QUESTIONS IN THE PROPOSAL FORM (OR WHEN YOU APPLY FOR THIS PRODUCT), YOU ARE REQUIRED TO DISCLOSE ANY OTHER MATTER THAT YOU KNOW TO BE RELEVANT TO OUR DECISION IN ACCEPTING THE RISKS AND DETERMINING THE RATES AND TERMS TO BE APPLIED.

YOU ALSO HAVE A DUTY TO TELL US IMMEDIATELY IF AT ANY TIME AFTER YOUR TAKAFUL CERTIFICATE HAS BEEN ENTERED INTO, VARIED OR RENEWED WITH US ANY OF THE INFORMATION GIVEN IN THE PROPOSAL FORM (OR WHEN YOU APPLIED FOR THIS TAKAFUL) IS INACCURATE OR HAS CHANGED.

The information provided in this product disclosure sheet is valid as at dd/mm/yyyy