

Read this Product Disclosure Sheet before you decide to participate in Takaful mySmart Invest. Be sure to also read the general terms and conditions.

1. What is this plan about?

This plan is a takaful investment-linked plan which offers a combination of takaful protection and investment and pays a lump sum death or Total and Permanent Disability (“TPD”) benefit. This plan matures at age [maturity_age] years next birthday.

The value of the takaful investment-linked plan depends on the price of the underlying units, which in turn depends on the performance of your chosen fund(s).

2. What are the Shariah concepts applicable?

This plan applies the following Shariah concepts:

- a. **Tabarru’** means donation for charitable purposes. Under this plan, the participant donates an amount from the Investment-Linked Fund (“ILF(s)”) to the Investment-linked Risk Fund (“Risk Fund”) to help other participants. Tabarru’ takes into effect when the participant contributes to the Risk Fund.
- b. **Wakalah** refers to a contract where a party, as principal authorizes another party as his agent to perform a particular task on matters that may be delegated, with or without the imposition of a fee. Under this plan, the participant authorises Syarikat Takaful Malaysia Keluarga Berhad (“Takaful Malaysia”, “We”, “Our” or “Us”) to manage the Certificate and in return, Takaful Malaysia will receive a Wakalah fee. In addition, the participant allows Takaful Malaysia to receive Fund Management Charge for managing Investment-Linked Funds (“ILF(s)”).
- c. **Ju’alah** refers to a contract where a party offers a specified reward to another party who achieved a determined result. Under this plan, the participant allows Takaful Malaysia to receive distributable surplus arising from the Risk Fund, if any, as a performance incentive for Takaful Malaysia’s achievement in managing the Risk Fund which results in the surplus.
- d. **Qard** refers to a loan without any interest. Under this plan, Takaful Malaysia will lend an amount of money to the Risk Fund without interest if the Risk Fund is in deficit to pay claim.
- e. **Hibah** refers to a transfer of ownership of an asset from a donor to a recipient(s) without any consideration. Under this plan, the benefits payable from the Risk Fund is based on Hibah. The nominee(s) may receive the benefits payable if the nominee(s) is/are a beneficiary(ies) under conditional Hibah.

3. What are the covers / benefits provided?

This plan covers:

No.	Benefits	Benefits Payout
1.	Death Benefit	<p>Upon death of the person covered, a higher of the following death benefit will be payable:</p> <ol style="list-style-type: none"> a. RM[sum_covered]; or a. [Sum Covered Multiplier]% of the total contribution paid; or b. Account Value on the next Valuation Date immediately following the date of notification of death. <p>However, if the certificate is issued under Guaranteed Issuance Offer (“GIO”) and the person covered dies due to natural causes within the first two (2) years, the death benefit payable will be limited to the higher of the following amount:</p> <ol style="list-style-type: none"> a. Total Contribution Paid; or b. Account Value on the next Valuation Date immediately following the date of notification of death.

2.	TPD Benefit	<p>Upon TPD of the person covered prior to age of seventy (70) years next birthday, a higher of the following TPD benefit will be payable:</p> <ul style="list-style-type: none"> a. RM[sum_covered]; or a. [Sum Covered Multiplier]% of the total contribution paid; or b. Account Value on the next Valuation Date immediately following the date of approval of TPD. <p>However, if the certificate is issued under GIO and upon person covered's occurrence of TPD due to natural causes within the first two (2) years, the TPD benefit payable will be limited to the higher of the following amount:</p> <ul style="list-style-type: none"> a. Total Contribution Paid; or b. Account Value on the next Valuation Date immediately following the date of approval of TPD.
3.	Maturity Benefit	At the maturity of the certificate, the Account Value will be payable.

Notes:

- a. Account Value refers to any balance in the ILF(s).
- b. Child lien shall apply for person covered aged less than five (5) years next birthday.
- c. Please refer to the Marketing Illustration for the details of your sum covered and coverage term under this plan.
- d. Your coverage will change whenever single contribution top-up or partial withdrawal is performed.
- e. If person covered's death is due to suicide, We will refund the Account Value.

The allocated contribution will be invested into the following Investment-linked Fund(s):

Investment-Linked Funds						
myBalanced Fund	myBlue Chips Fund	myDividend Fund	myEquity Index Fund	myGrowth Fund	myGlobal Sustainability Fund	myGlobal Sukuk Fund
[fund%]	[fund%]	[fund%]	[fund%]	[fund%]	[fund%]	[fund%]

Reminder:

Please read the relevant marketing document such as Marketing Illustration and Fund Fact Sheet which includes product benefits and objectives of the investment-linked fund(s). It is important to select an investment-linked fund or a combination of investment-linked funds that suit your financial goals and risk profile.

4. How much contribution do I have to pay?

- a. The amount of single contribution under this plan is RM [contribution].

Note:

Ninety-five percent (95%) of the contribution is allocated to purchase units in the investment-linked fund(s) that you have chosen. Any unallocated amount will be used to pay wakalah fees, which includes commission and Our management expenses.

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

- a. Wakalah fee is deducted upfront from the contribution or single contribution top-up to meet Our management expenses and total distribution cost (i.e. commission). Please refer details of Wakalah fee and commission below.

Wakalah Fee: Five percent (5%) of total contribution amounting to RM $[5\% \times [\text{contribution}]]$.

Commission: Three point seven five percent (3.75%) of total contribution amounting to RM $[3.75\% \times [\text{contribution}]]$.

Certificate Year	1	2
Contribution Paid (RM)	$[\text{contribution}]$	$[\text{contribution}]$
Wakalah Fee (%)	$[\text{wakalah fee \%}]$	$[\text{wakalah fee \%}]$
Wakalah Fee (RM)	$[\text{wakalah fee}]$	$[\text{wakalah fee}]$
Commission (%)	$[\text{commission \%}]$	$[\text{commission \%}]$
Commission (RM)	$[\text{commission}]$	$[\text{commission}]$

- b. Tabarru' will be deducted monthly from the ILF(s) to the Risk Fund. Tabarru' varies depending on the Net Sum Covered, attained age and gender of the person covered. However, the Tabarru' rate is not guaranteed.
- c. Fund Management Charge, ranging from one percent (1.0%) to one point five percent (1.5%) of the Net Asset Value ("NAV") per annum, is to cover the administration costs of investing and managing the ILF(s). You are advised to refer to the Fund Fact Sheet for the Fund Management Charge on your chosen investment-linked fund(s).
- d. One percent (1.0%) of the withdrawal / surrender value will be charged if partial withdrawal / surrender is performed within the first two (2) anniversary years.

Note:

Please refer to the Marketing Illustration for the details of these charges under this plan.

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

- a. **Duty of Disclosure** - Pursuant to Paragraph 5 of Schedule 9 of the Islamic Financial Services Act 2013, you have a duty to take reasonable care not to provide false or inaccurate information when you apply for this plan. Failure to do so may result in voidance of your contract of takaful, refusal or reduction of your claim(s), change of the terms or termination of your contract of takaful. The above duty of disclosure shall continue until the time your contract of takaful is entered into, varied or renewed with Us. You also have a duty to tell Us immediately if at any time after your contract of takaful has been entered into, varied or renewed with Us any of the information provided is inaccurate or has changed. In addition to answering the questions in the proposal form (or when you apply for this plan), 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.
- b. **Free-Look Period** - There is a free-look period of fifteen (15) calendar days from the delivery date of the e-Certificate for you to review and decide whether you want to continue with the plan. If you wish to discontinue, you may cancel the certificate and get a refund which is equal to the sum of:
 - the wakalah fee;
 - value of units that have been allocated (if any) at the unit price on the next valuation date after such request for cancellation has been approved by Us; and
 - value of the units which have been deducted for any Tabarru';
 less any expenses which may have been incurred for the medical examination of the person covered.
- c. **Account Value** - It is the value of the ILF(s) which is not guaranteed and will be based on the actual fund performance. The higher the level of takaful coverage selected, the more units will be absorbed to pay for the Tabarru' deduction and the fewer units will remain to accumulate in the Account Value under your certificate. The risk of investment is solely borne by you.
- d. You are advised to refer to the Fund Fact Sheet of the investment-linked fund(s) which you have chosen for the investment strategy and types of assets invest.
- e. **Lapse** - If on the monthly anniversary the ILF(s) is insufficient to pay in full the monthly Tabarru' amount, total available ILF(s) balance will still be deducted and your certificate will continue for period determined on a pro-rated basis plus a further grace period of thirty (30) days. Your certificate will then lapse and the person covered's coverage will be terminated.

- f. **Pre-existing Condition** – This plan does not cover any injury or illness that you or the person covered has reasonable knowledge of prior to the risk effective date:
- i. which existed or have developed symptoms;
 - ii. where a manifestation of an illness is in existence, of which you or the person covered were aware of or should reasonably have been aware;
 - iii. based on medically accepted pathological development of the illness, such illness would have existed; or
 - iv. on which the person covered had received or is receiving treatment, diagnosis, consultation or prescribed drugs.
- g. Hundred percent (100%) of distributable surplus will be donated to the Environmental, Social and Governance (“ESG”) and charitable organization as decided by Takaful Malaysia.
- h. You must nominate a nominee(s) and ensure that your nominee(s) is / are aware of your participation in this plan. This is only applicable if the participant and the person covered is the same person.
- i. If an incident occurs which gives rise to a claim, you shall notify Us immediately. You may refer to the claim procedures in your certificate.
- j. The certificate terms may vary depending on Our underwriting requirements.

Note:

The above list is non-exhaustive. Please refer to your certificate for the full list of terms and conditions under this plan.

7. What are the major exclusions under this plan?

This plan does not cover the following:

Death Benefit

- a. Death due to suicide, while sane or insane, within the first (1) year from the risk effective date.

TPD Benefit

- a. TPD which has existed prior to or on the risk effective date;
- b. TPD is directly or indirectly, caused by, a consequence of, arises in connection with or is contributed to by any pre-existing condition where:
- i. you or the person covered had reasonable knowledge of the pre-existing condition within one hundred and eighty (180) days prior to the risk effective date, including condition(s) unknown and/or made known to Us; and
 - ii. the TPD occurred within the first twelve (12) months from the risk effective date.

; or

- c. TPD is resulting directly or indirectly from any of the following causes:
- i. attempted suicide or self-inflicted injuries, while sane or insane;
 - ii. aviation, gliding or any other form of aerial flight other than as a pilot, cabin crew or fare paying passenger of a recognized airline or chartered service;
 - iii. war (whether war be declared or not), revolution or any war like operation;
 - iv. any violation of law by the person covered or any assault or felony as committed, attempted or provoked by him;
 - v. while under the influence of alcohol, narcotics, or mind altering substance; or
 - vi. Acquired Immunodeficiency Syndrome (AIDS) infection by Human Immunodeficiency Virus (HIV) or related conditions.

8. Can I cancel my certificate?

You may request to cancel your certificate within the fifteen (15) calendar days of the free-look period. If you choose to surrender your certificate after the fifteen (15) calendar days of the free-look period, any balance in

the ILF(s) will be payable. The surrender amount payable shall be equal to the Account Value, after deduction of surrender and other charges, based on the unit price at the approval date which can be less than the total contribution that you have paid.

If you find the investment-linked fund(s) you have chosen is no longer appropriate, you have the flexibility to switch fund(s). There is no fund switching fees applicable.

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

It is important that you update in the *myTakaful* Customer Portal or inform Takaful Malaysia of any changes 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 investment-linked Takaful, please contact Takaful Malaysia at:

Customer Service Unit (CSU)

Syarikat Takaful Malaysia Keluarga Berhad [198401019089 (131646-K)]

27th Floor, Annexe Block,

Menara Takaful Malaysia,

No. 4, Jalan Sultan Sulaiman,

50000 Kuala Lumpur.

P.O. Box 11483, 50746 Kuala Lumpur.

Tel: 1-300 88 252 385

Email: csu@takaful-malaysia.com.my

11. Other similar types of family takaful cover available.

Please ask Our sales representative for other similar types of plans offered by Takaful Malaysia.

IMPORTANT NOTES:

THIS IS A TAKAFUL PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IS NOT A PURE INVESTMENT PRODUCT SUCH AS UNIT TRUSTS. YOU MUST EVALUATE YOUR OPTIONS CAREFULLY AND SATISFY YOURSELF THAT THE INVESTMENT-LINKED PLAN CHOSEN MEET YOUR RISK APPETITE, AND THAT YOU CAN AFFORD THE CONTRIBUTION THROUGH OUT THE CERTIFICATE DURATION. TO INCREASE INVESTMENT-LINKED FUND VALUE AT ANY TIME, YOU MAY OPT FOR SINGLE CONTRIBUTION TOP-UP. RETURN ON AN INVESTMENT-LINKED FUND IS NOT GUARANTEED.

PROTECTION BY PERBADANAN INSURANS DEPOSIT MALAYSIA (PIDM) ON BENEFIT(S) PAYABLE FROM THE UNIT PORTION OF THIS CERTIFICATE IS SUBJECT TO LIMITATIONS. PLEASE REFER TO PIDM'S TAKAFUL AND INSURANCE BENEFITS PROTECTION SYSTEM ("[TIPS](#)") BROCHURE OR CONTACT TAKAFUL MALAYSIA OR PIDM (VISIT WWW.PIDM.GOV.MY).

Syarikat Takaful Malaysia Keluarga Berhad [198401019089 (131646-K)] is licensed under the Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia.

The information provided in this disclosure sheet is valid as at [MM/YY].