



| PRODUCT DISCLOSURE SHEET | ETIQA FAMILY TAKAFUL BERHAD ("Takaful Operator/We/Us/Our") |
|---|---|
| Please read this Product Disclosure Sheet before you decide to participate in SMART WARIS. Be sure to also read the general terms and conditions. | Smart Waris |
| | <Date> |

1. What is this product about?

Smart Waris is a regular contribution Takaful investment-linked plan with full and limited contribution paying term options, and certificate term options. It covers death and Total & Permanent Disability (TPD). The contribution amount consists of the Basic Component and Enricher, when required. Regular and ad hoc top-up are available to increase the account value.

2. What are the Shariah concepts applicable?

- a) Tabarru'

This plan applies the Tabarru' concept, whereby the participant agrees to donate or contribute a specified portion from the contribution paid into the Participant's Risk Fund (PRF) for the purpose of mutual aid and assistance to the participants in case of need.
- b) Wakalah

This plan also applies the Wakalah concept, whereby the participant nominates Us to act on behalf of the participant to invest and manage both the Participants' Investment Fund (PIF) and the Participants' Risk Fund (PRF). The participant also agree to authorize Us to delegate Our rights, duties and obligations to any third party as We deem fit for the purpose of achieving the objective to invest and manage the PIF and PRF, provided that, in the event of any such delegation, We will remain liable and responsible for all such rights, duties and obligations towards the participant.
- c) Participants' Investment Fund (PIF)

The contribution designated for the account shall be allocated to the PIF. The contribution shall be allocated towards the purchase of units, apportioned to the selected fund(s) and invested in accordance to Shariah principles. Any investment profit from the PIF will be reflected in the unit price. The account value is the value of units in the PIF. The Tabarru' charges, other certificate charges and fees shall be deducted from the PIF.
- d) Participants' Risk Fund (PRF)

The Tabarru' charges deducted from the PIF will be credited to the PRF. If there is any distributable surplus from the PRF at the end of each financial year, the participant will be entitled to receive a share of 50% of the surplus after deducting 50% to the Takaful Operator for operating and managing the PRF based on the contract of Ju'alah. The amount due to the participant will be reinvested and accumulated in the PIF.

3. What are the covers / benefits provided?

| No. | Coverage / Benefit | Benefit Description |
|-----|--------------------|--|
| 1 | Death Benefit | A lump sum of the following is payable: <ol style="list-style-type: none"> 1) Sum covered of RM<sum covered> less any partial withdrawal amount within 12 months prior to the death; or 2) Account value at the next valuation immediately after the notification of claim and RM5,000, whichever is higher. |

| | | |
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| 2 | Accidental Death Benefit | <p>1) If death occurs in Malaysia, Singapore or Brunei, due to accidental causes, an additional 200% of the sum covered is payable, on top of the death benefit.</p> <p>2) If death occurs in a country other than Malaysia, Singapore and Brunei, due to accidental causes, an additional 300% of the sum covered is payable, on top of the death benefit.</p> <p>Note:</p> <p>a) Accidental death benefit for death occurs in a country other than Malaysia, Singapore and Brunei only cover up to 6 consecutive months per trip.</p> <p>b) If the accidental death occurs 6 months later while in a country other Malaysia, Singapore and Brunei, the amount payable is limited to only additional 200% of the sum covered.</p> <p>c) The total sum payable for accidental death benefit is limited to RM10 million under all policies and certificates issued on the same Person Covered.</p> <p>d) The coverage for accidental death expires at the 69th birthday of the person covered.</p> |
| 3 | TPD Benefit | <p>If TPD occurs prior to the 69th birthday of the person covered, a lump sum of the following is payable:</p> <p>1) Sum covered of RM<sum covered> less any partial withdrawal amount within 12 months prior to the TPD approval date; or</p> <p>2) Account value at the next valuation immediately after the TPD approval date and RM5,000,</p> <p>whichever is higher.</p> <p>Note:</p> <p>The total sum payable for TPD is subject to a maximum of RM6 million per person covered.</p> |
| 4 | TPD Long Term Care Benefit | <p>If TPD occurs prior to the 69th birthday of the person covered, 6% of the sum covered will be payable yearly for 5 consecutive years.</p> <p>Note:</p> <p>The total sum payable for TPD Long Term Care is subject to a maximum of RM2 million per person covered.</p> |
| 5 | Loyalty Bonus Unit | <p>Bonus units equivalent to 0.1% of the sum covered will be created and allocated to your account, every 2 years, starting from the beginning of 7th certificate year until maturity.</p> <p>This benefit is payable from the PRF and conditional on all prior contribution being paid when due.</p> |
| 6 | Compassionate Benefit | <p>On death, or if TPD occurs prior to the 69th birthday of the person covered, a lump sum of RM5,000 is payable.</p> |
| 7 | Maturity Benefit | <p>Account value will be payable in one lump sum.</p> |
| 8 | Surrender Benefit | <p>Account value will be payable in one lump sum.</p> |

Supplementary contracts or riders < Note to BA: To display only selected riders. Waiver riders cannot coexist >

| No | Coverage / Benefit | Benefit Description |
|----|---|---|
| 1 | Waiver of Contribution for Critical Illness | Future contributions under the certificate and its rider(s) will be waived, when the person covered is diagnosed with any one of the 38 covered critical illnesses, during the term of the rider and survives for at least 30 days from the date of diagnosis. |
| 2 | Payor Waiver of Contribution (Spouse) | Future contributions under the certificate and its rider(s) will be waived, when the participant passed away, becomes totally and permanently disabled, or is diagnosed with any one of the 38 covered critical illnesses, during the term of the rider and survives for at least 30 days from the date of diagnosis. |
| 3 | Critical Illness | Rider sum covered will be payable when the person covered is diagnosed with any 1 of the 39 covered critical illnesses during the term of the rider and survives for at least 30 days from the date of diagnosis. The sum payable for Angioplasty and Other Invasive Treatment |

| | | |
|---|---------------|--|
| | | for Coronary Artery Disease is limited to 10% of rider sum covered, subject to a maximum of RM25,000. This rider will not accelerate the sum covered of the basic certificate. |
| 4 | Waqaf Benefit | Upon death or TPD of the person covered, a lump sum of the sum covered will be distributed to a Waqaf organisation appointed by Us on behalf of the person covered. 'Waqaf' is confinement of property under which property is reserved, and its usufruct appropriated, for a general charitable purpose. |

Reminder: Please read the marketing materials, fund fact sheet and marketing illustration for detailed benefits and objectives of the investment funds. It is important to select a plan and investment fund that suit your financial goals and risk profile.

4. How much contribution do I have to pay?

The total contribution that you have to pay and the certificate terms may vary based on Our underwriting requirements and financial conditions.

| | |
|------------------------------|----------------------------------|
| Basic Component Contribution | RM <basic contribution> |
| Enricher Contribution | RM <enricher contribution> |
| Regular Top-up Contribution | RM <regular top-up contribution> |

The estimated total contribution that you have to pay is RM <total contribution> <contribution mode>, with details as above. The contribution paying term is <contribution paying term> years. When stepped contribution is selected, the Enricher contribution will increase every 5 certificate years throughout the contribution paying term.

The estimated total contribution amount is based on the certificate term you have chosen, and it is valid based on the fund projection of the account. The actual fund performance may deviate from the projection due to poor fund performance, even though all due contributions are paid in timely manner, and you may have to pay additional contributions.

All fees and charges (if applicable) will be subjected to relevant charges or taxes as deemed necessary by the Malaysian tax authorities. It is important to keep any receipt that you receive as proof of payment of contribution.

We allocate a portion of the contribution to purchase units in the investment-linked fund that you have chosen. Any unallocated amount (i.e. contribution paid less allocated contribution), will be the Wakalah fee to pay for Our management expenses and commission to the distributor. The Wakalah fee and allocation rate applicable to the Basic Component are described in the following table, while the Wakalah fee and allocation rate for Enricher, regular and ad hoc top-up, are 5% and 95% respectively, throughout the certificate term.

| Certificate Year | Allocation Rate (% of Basic Component Contribution) | Wakalah Fee (% of Basic Component Contribution) |
|------------------|--|--|
| 1 | <allocation rate>% | <wakalah>% |
| 2 | <allocation rate>% | <wakalah>% |
| 3 | <allocation rate>% | <wakalah>% |
| 4 | <allocation rate>% | <wakalah>% |
| 5 | <allocation rate>% | <wakalah>% |
| 6 | <allocation rate>% | <wakalah>% |
| 7 | <allocation rate>% | <wakalah>% |
| 8 | <allocation rate>% | <wakalah>% |
| 9 | <allocation rate>% | <wakalah>% |
| 10 | <allocation rate>% | <wakalah>% |
| 11 onwards | <allocation rate>% | <wakalah>% |

<Note to BA: to show table only up to selected certificate term>

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

a) Tabarru' Charge and Administration Charge

You have to pay the Tabarru' charge and administration charge, which will be deducted monthly from the account value. The Tabarru' charge is based on the attained age; hence it will increase as you age. The Tabarru' charge is for the Takaful coverage under this certificate. The current administration charge is RM15.00 for the first 12 months, and RM6.00 per month thereafter.

b) Fund Management Fee

The fund management fee is a charge for managing the investment funds and shall be deducted at each valuation. It is chargeable on a pro-rated basis at each valuation as per the scale state below.

| Fund Chosen | Investment Allocation (% of allocation amount) | Annual Fund Management Fee (% of Net Asset Value) |
|-------------------------------|---|--|
| Dana Pendapatan Prima Takaful | <Fund allocation rate>% | 1.00% |
| Dana Syariah Seimbang | <Fund allocation rate>% | 1.20% |
| Dana Ekuiti Prima Takaful | <Fund allocation rate>% | 1.50% |

Notes:

- i) The allocation into each fund must be at least 10%, in multiple of 1%
- ii) Total allocation must be 100%.

c) Fund Switching Fee

Switching is unlimited and free.

Notes:

- i) The above listing is non-exhaustive. Please refer to marketing illustration or certificate for details.
- ii) All fees and charges are not guaranteed and may vary in the future by giving 3-month notice. The charges may be revised to reflect unfavourable experience or inflation.

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

- a) Importance of Disclosure – To help Us make the right decision in accepting the risk and determining the rates and terms of your certificate, you are required to disclose all relevant information, including medical condition (if applicable) and age, correctly. If this information is withheld or found to be inaccurate, this will result in voidance of the certificate, a claim not being paid, or terms and conditions of the certificate being changed.
- b) Account Value – The account value of your investment-linked certificate depends on the performance of the investment-linked fund selected and is not guaranteed. The higher the level of Takaful coverage selected, the more units will be deducted to pay for the certificate fees and charges and the fewer units will remain to accumulate the account value. Deduction of account units for certificate charges and fees, and rider charges (if any), will be throughout the certificate term, even after the contribution paying term.
- c) Risk Disclosure – Please bear in mind that any investment carries with it a certain level of investment risks that are borne solely by the participant.
- d) Grace Period – The additional period of time that is provided for you to pay the contribution due. The grace period under this certificate is 31 days from the date the contribution is due.
- e) Contribution Holiday – If the account value is sufficient, you can take a break from contribution payments. In the event if the contribution is not paid, the certificate charges and fees will continue to be deducted through cancellation of units from account value. This will reduce the account value and eventually will lapse the certificate. You have to ensure that the account value is sufficient to pay for the fees and charges in order to enjoy uninterrupted Takaful coverage.
- f) No Lapse Provision Period – If the account value is insufficient to cover the certificate charges and fees, this certificate and its riders (if any) shall continue to be in force within the first 6 certificate years from the commencement date of this certificate provided that the due contribution is paid in a timely manner within the grace period and there is no partial withdrawal being made during this period of time. The certificate charges and fees will continue to be deducted from the account value. If there is insufficient account value, the shortage will be repaid from future contribution, or to be deducted from the moneys payable for any claim or benefit payment. After the no lapse provision period, in order to avoid immediate certificate lapse, you may require to pay additional contributions, such as a top-up contribution, if the account value is insufficient to pay back the shortage.
- g) To avoid certificate lapse, you may be required to top-up contribution in the future should there be any revision of Tabarru' charges that can deplete the account value faster, or if the account value is insufficient to sustain the certificate charges and fees throughout the certificate term.
- h) Any partial withdrawal within 12 months prior to death or TPD approval date will reduce the benefits payable by the same amount.
- i) Free Look Period – You have the right to cancel the certificate by giving a written instruction to Us within 15 days after the certificate has been received by you, regardless of any reason. We will cancel this certificate and refund the sum of unallocated contribution, account value of investment funds based on the unit price at the next valuation, Tabarru' charge and any certificate administration charges that have been deducted. Total refunded amount will be less any medical examination fees incurred. Please note that for the purpose of determining the period of 15 days, this certificate will be deemed to be returned to Us on the date We have received this certificate if personally delivered or on the date of posting if this certificate is sent to Us by registered post, or on the date of transmission if this certificate is electronically transmitted.

Note: This list is non-exhaustive. Please refer to the certificate for the full terms and conditions.

7. What are the major exclusions under this certificate?

a) Suicide

If the person covered commits suicide while sane, Our liability shall be limited to the following:

- i) Within 1 year from the issue date or the date of the latest reinstatement of the certificate, We shall pay:
 - a. The unallocated contribution; and
 - b. Account value at the next valuation immediately after the notification of claim.
- ii) After 1 year from the issue date or date of the latest reinstatement of the certificate, We shall pay:
 - a. Sum covered less any partial withdrawal amount within 12 months prior to death; or
 - b. Account value at the next valuation immediately after the notification of claim and RM5,000, whichever is higher.

If the person covered commits suicide while insane, the amount payable is:

- i) Sum covered less any partial withdrawal amount within 12 months prior to death; or
- ii) Account value at the next valuation immediately after the notification of claim and RM5,000, whichever is higher.

b) The certificate does not cover accidental death, or TPD that occurs directly or indirectly due to any of the following:

- i) Intentional self-inflicted death or injury, suicide or attempted suicide, whilst sane;
- ii) Participation in any criminal or illegal act, strike, riot, terrorism or civil commotion;
- iii) Participation in dangerous or hazardous sport or activities such as (but not limited to) horse riding, water sports (except non-motorized sailing craft and swimming), hunting, racing (except foot racing), mountaineering, potholing or caving, and winter sports;
- iv) Participation in any form of aviation (except as a fare-paying passenger or crew member on a regular route operated by a commercial airline), or aerial sports such as (but not limited to) skydiving, parachuting, bungee jumping, hang gliding and ballooning;
- v) War (whether declared or not), revolution, attack by a foreign country, or invasion;
- vi) Consumption of alcohol, non-prescribed or illegal drugs or narcotics;
- vii) Physical and violent provocation by the person covered, leading to a similar response that leads to death or injury;
- viii) Inhalation of poison, gas or fumes whether, voluntarily or involuntarily taken;
- ix) Radioactive contamination arising from fuel, weapons, waste or processing; or
- x) Human Immunodeficiency Virus (HIV) or Acquired Immune Deficiency Syndrome (AIDS).

c) The rider (if any) attached to this certificate with critical illness benefits shall not cover:

- i) Pre-existing condition;
- ii) Intentional self-inflicted injury while sane;
- iii) Consumption of alcohol, non-prescribed or illegal drugs or narcotics; or
- iv) AIDS, AIDS related complex or infection by the HIV except those being covered.

Note: This list is non-exhaustive. Please refer to the certificate for the full list of exclusions.

8. Can I cancel my certificate?

Participating in a regular contribution Takaful investment-linked plan is a long term financial commitment. It is not advisable to hold this certificate for a short period of time in view of the high initial costs. If you find that the investment fund that you have chosen is no longer appropriate, you have the flexibility to switch or mix the investment funds available under this plan at any time to take advantage of the opportunities in the investment market.

The surrender value (if any) is not guaranteed and depends on the performance of the investment-linked funds that you have selected. Please consider carefully before you surrender as the surrender value may be less than the contributions paid.

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 (including the nominee) to ensure that all correspondences reach you in a timely manner. Please e-mail at info@etiqa.com.my, or by calling Etiqa Online at 1-300-13-8888.

10. Where can I get further information?

Should you require additional information about Takaful investment-linked, please refer to the *insuranceinfo* booklet on 'Investment-linked Takaful' that is available at all Our branches or you can obtain a copy from the Our distributor or visit www.insuranceinfo.com.my.

If you have an enquiry or require further information, please contact Maybank Group Customer Care by calling 1300-88-6688, or you can write to Etiqa Family Takaful Berhad (199301011506), Dataran Maybank, No 1 Jalan Maarof, 59000 Kuala Lumpur, or by calling Etiqa Online at 1300-13-8888, or e-mail to Etiqa Family Takaful Berhad at info@etiqa.com.my, or visit www.etiqa.com.my. Etiqa Family Takaful Berhad is licensed under the Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia

11. Other similar types of cover available.

Please refer to Our distributor for other similar types of cover available.

IMPORTANT NOTE:

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 FAMILY TAKAFUL PLAN CHOSEN MEETS YOUR RISK APPETITE, AND THAT YOU CAN AFFORD THE CONTRIBUTION THROUGHOUT THE CERTIFICATE DURATION. TO INCREASE INVESTMENT VALUE AT ANY TIME, IT IS ADVISABLE THAT YOU PAY THE ADDITIONAL CONTRIBUTIONS AS 'TOP-UPS'. RETURN ON THE INVESTMENT-LINKED FUND IS NOT GUARANTEED.

The information provided in this product disclosure sheet is valid as at [<issue date>](#).