



PRODUCT DISCLOSURE SHEET	Etiqa Family Takaful Berhad (“Takaful Operator”/“We”/“Us”/“Our”)
Please read this Product Disclosure Sheet before you decide to participate in the DECREASING TERM TAKAFUL . Please be sure to also read the general terms and conditions.	DECREASING TERM TAKAFUL
	06-Jan-2020

1. What is this product about?

The Decreasing Term Takaful plan (DTT) is a Family Takaful protection plan. The DTT will pay the participant the outstanding personal financing based on the table of reducing Sum Covered of the Person Covered, should that Person Covered die or become totally and permanently disabled (TPD) during the period of financing.

2. What are the Shariah concepts applicable?

The obligation to pay contributions and receive benefits, are on the basis of Tabarru'. Tabarru' enables a participant to fulfil an obligation of mutual help and joint guarantee. The contribution less the Wakalah fee will be paid into the Participants' Risk Fund (PRF). Underwriting Surplus (if any) from Participant's Risk Fund (PRF) will be determined by Etiqa Family Takaful. 50% of any distributed surplus (if any) will be paid to Etiqa Family Takaful for operating and managing the PRF based on the contract of Ju'alah, and the balance of 50% will be shared amongst the Persons Covered with in-force certificates and have not made any claim within the financial year.

We are appointed as the Takaful Operator under a Wakalah structure. A Wakalah structure is an agency relationship between two parties, under which a Wakalah fee is paid to Us for covering the costs of management and distribution. The participant also agree to authorise Us to delegate Our rights, duties and obligations to any third party as We deem fit for the purpose of achieving the objective to manage the 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.

3. What are the covers / benefits provided?

No	Coverage / Benefit	Description
1	Death	On death of the Person Covered, the plan shall pay the reducing Sum Covered immediately after the monthly financing repayment prior to death, plus any accumulated surplus from the PRF, less any TPD payment to date.

2	Total and Permanent Disability (TPD)	<p>On TPD of the Person Covered, the plan shall pay the reducing Sum Covered immediately after the monthly financing prior to the TPD Date, plus any accumulated surplus from the PRF.</p> <p>The payment on TPD will be a single amount, except if the total TPD benefits on all certificates exceed RM1million. In this case, settlement will be by two instalments, the first instalment will be determined such that the total first payment on all certificates is RM 1 million, and the second instalment will be the balance. The second instalment will be made 12 months after the first and subject to continued proof of TPD.</p> <p>The TPD benefit ceases on the certificate anniversary prior to the 65th birthday.</p>
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Note: If the reducing Sum Covered exceeds the outstanding financing amount, the excess will be paid to the Person Covered. If however, the reducing Sum Covered is less than the outstanding financing amount, We will not be liable for the difference.

4. How much contribution do I have to pay?

The single contribution and the certificate terms may vary depending on the Sum Covered amount applied in your application.

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

- A Wakalah fee of 25% will be deducted from the single contribution paid. The Wakalah fee is used to meet Our management expenses and direct distribution costs, including commissions of 10% of single contribution payable to the distributor.
- All contribution (if applicable) will be subjected to relevant charges or taxes as deemed necessary by the Malaysia tax authorities. It is important to keep any receipt that You receive as proof of payment of contribution.

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

Importance of Disclosure - You are required to disclose fully and accurately all the relevant information that You know to be relevant to Our decision in accepting the risks and determining the rates and terms to be applied. Otherwise it will result in voidance of certificate, a claim not being paid or reduced, or terms and conditions of the certificate being changed.

Free look period - You have the right to cancel the certificate with written instruction to Us within 15 days after the certificate has been received by You. We will then refund the single contributions received less medical examination expenses incurred. The certificate will be deemed to be received on the date personally delivered, the date of posting if sent to Us by registered post, or on the date of transmission if electronically transmitted.

For TPD benefits, the maximum payable on TPD on all certificates is limited to RM 2 million.

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

7. What are the major exclusions under this certificate?

To keep the benefits under the plan affordable, various exclusions apply to the benefits payable. The direct or indirect events restricting the Death Benefit are as follows:

- 1) We shall not pay the Death Benefit if the death occurs as a result of:-

(i) A Pre-Existing Condition, unless the Person Covered affected by these conditions has been covered under this Certificate of Takaful for more than one (1) year from the Commencement Date.

And for TPD no benefit is payable on occurrence of the following direct or indirect events or conditions:

- 1) Self-inflicted injuries or attempted suicide, unless proven insane;
- 2) Participation in any criminal or illegal act or strike;
- 3) Participation in dangerous or hazardous sports or activities;
- 4) 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;
- 5) Consumption of alcohol, non-prescribed or illegal drugs or narcotics;
- 6) Inhalation of poison, gas or fumes whether, voluntarily or involuntarily taken;
- 7) Human Immunodeficiency Virus (HIV) or Acquired Immune Deficiency Syndrome (AIDS);
- 8) Pre-Existing Condition;
- 9) Physical and violent provocation by the Person Covered, leading to a similar response that leads to injury.

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

8. Can I cancel my certificate?

If We receive any written termination notice from you after 15 days from when the certificate was received by you, We will refund the surrender value from the PRF, plus any unearned Wakalah fee, and any accumulated distributed surplus.

Cancellation of a certificate is subject to confirmation from the Person Covered by that 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 changes in Your contact details to ensure that all correspondence reaches You in a timely manner. Please write to Our postal address at Etiqa Family Takaful Berhad (266243-D), Level 19, Tower C, Dataran Maybank, No 1, Jalan Maarof, 59000 Kuala Lumpur; or send to facsimile number 03 – 2297 3800, or e-mail address info@etiqa.com.my; or call Us at 03 – 2297 3888; or Etiqa Oneline at 1300 13 8888.

10. Where can I get further information?

Should You require additional information, please refer to the insuranceinfo booklet on 'Family Takaful'. The booklet is available at all Our branches, from the distributor, or by visit www.insuranceinfo.com.my.

If You have any other enquiries, please write to Our postal address at Etiqa Family Takaful Berhad (266243-D), Level 17, Tower B, Dataran Maybank, No 1, Jalan Maarof, 59000 Kuala Lumpur; or send to facsimile number 03 – 2297 3800, or e-mail address info@etiqa.com.my; or call Us at 03 – 2297 3888; or Etiqa Oneline at 1300 13 8888.

11. Other similar types of cover available

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

IMPORTANT NOTE:

PARTICIPATING IN A FAMILY TAKAFUL PLAN IS A LONG-TERM FINANCIAL COMMITMENT. YOU MUST CHOOSE THE TYPE OF CERTIFICATE THAT BEST SUITS YOUR PERSONAL CIRCUMSTANCES. YOU SHOULD READ AND UNDERSTAND THE CERTIFICATE AND DISCUSS WITH THE MARKETING REPRESENTATIVE OR CONTACT THE TAKAFUL OPERATOR DIRECTLY FOR MORE INFORMATION.

The information provided in this Product Disclosure Sheet is valid as at 06-Jan-2020.