

هوڠ ليونڠ م.س.أ.ج. تكافل



HongLeong MSIG Takaful

## HLM Takaful i-Care Hasanah Privilege

Navigate Through Life Confidently



Visit any of our branches or call 03-7650-1800  
Log on to [www.hlmtakaful.com.my](http://www.hlmtakaful.com.my)

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& TAKAFUL 2020



Recognizing the world's leading sustainable Halal businesses

# HLM Takaful i-Care Hasanah Privilege



## 01 Protection for You

This 20-year investment-linked Takaful plan, HLM Takaful i-Care Hasanah Privilege is designed to provide a financial life line for you and your loved ones if the unexpected event of Total & Permanent Disability (TPD)<sup>1</sup> or death happens.

So, navigate through life confidently, knowing your protection needs are covered.

We offer you two options when determining the benefit payable:

### Face Plus

Basic Sum Covered and Account Value<sup>2</sup>

OR

### Level Face

Basic Sum Covered or Account Value, whichever is higher

If no TPD or death claim is made prior to the maturity of the certificate, the Account Value will be payable.

<sup>1</sup> TPD coverage is up to 65 years old.

<sup>2</sup> Account Value is equivalent to the value of the Participant's Investment Account (PIA). The Account Value will be based on actual performance and the investment returns are not guaranteed.

# 02 Savings for You

Complement your protection plan with **Living Assistance Care 2 Rider (LACR2)** which provides Living Assistance Payout (LAP) to pursue your short and long-term goals.

Choose your LAP amount and decide if you want to:



## Payout

Receive the yearly payout for 20 years

OR



## Reinvest

Reinvest the yearly payout into your PIA for potential higher return



In the event of TPD or death, the outstanding LAP will be payable.

# 03 Value-Added Services for You

We can make arrangements to perform religious obligation or contribute to a charitable organisation on your behalf if you have suffered TPD or passed on. Please refer to the Frequently Asked Questions for further details.



Hajj by Proxy



Qurban



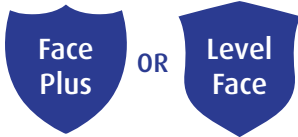
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# How Does This Plan Work?

**STEP 1**  
Choose the coverage amount



**STEP 2**  
Select coverage type



**STEP 3**  
Select contribution term



**STEP 4**  
Select investment fund



**STEP 5**  
Complement your plan with LACR2 and select the LAP option



**STEP 6**  
Enhance your plan with optional riders for greater assurance

- Payor Care 4
- Top-Up Care 3
- Waiver of Contribution on Critical Illness



## TYPES OF TAKAFUL FUNDS

### 1. Participant's Investment Account (PIA)

The contribution paid after deducting the Wakalah Fee will be converted into units of the investment-linked funds of your choice and allocated into the PIA. We will manage and invest the PIA in accordance with the terms and conditions of the certificate based on the concept of Wakalah Bi Al-Istithmar<sup>3</sup>. The Account Value will be based on actual performance and the investment returns are not guaranteed. One hundred percent (100%) of the yearly investment profit (if any) will be credited back to the PIA. Any investment risk arising from the PIA will be borne solely by the participant and the Account Value may be less than the total contributions paid.

### 2. Participants' Risk Fund (PRF)

On a monthly basis, a pre-determined Tabarru' will be deducted from the PIA (through unit cancellation) into the PRF based on the concept of Iltizam Bi Al-Tabarru'<sup>4</sup> to provide for the Takaful coverage under this plan. The Basic Sum Covered and Living Assistance Payout (if applicable) are payable from the PRF and are guaranteed. Any arising surplus from the PRF will be distributed in a ratio of 50:50 between the eligible participants and Takaful Operator based on Ju'alah<sup>5</sup> principle. Participant's share of surplus will be credited into the PIA.

<sup>3</sup> *Wakalah Bi Al-Istithmar means an agency contract for investment whereby the Takaful Operator act as an agent (wakil) to invest the participant's contribution accordingly. The Takaful Operator will not be entitled to any profit or bear any loss. However, the Takaful Operator is entitled to be remunerated based on the fixed percentages of Account Value, as per the rates set out as Fund Management Charge for managing the funds.*

<sup>4</sup> *Iltizam Bi Al-Tabarru' means a commitment to make Tabarru'.*

<sup>5</sup> *Ju'alah means an agreement in which the participant agrees to reward the Takaful Operator for its achievement or good performance in managing the PRF that leads to surplus of the fund.*

## FEES & CHARGES

### 1. Wakalah Fee

Wakalah Fee is our administration fee that is deducted from the contributions to pay for the management expenses and direct distribution costs, including commission. The percentage of Wakalah Fee differs by contribution term and certificate year as shown below:

#### Basic Plan

Contribution Term (years)	Certificate Year						7 until end of Contribution Term
	1	2	3	4	5	6	
3	14.0%	14.0%	2.0%	Nil			
8	25.5%	25.5%	25.5%	1.0%	1.0%	1.0%	Nil
10	28.0%	28.0%	28.0%	5.0%	5.0%	5.0%	Nil

#### Living Assistance Care 2 Rider (if applicable)

Contribution Term (years)	Certificate Year						7 until end of Contribution Term
	1	2	3	4	5	6	
3	40.0%	28.0%	21.0%	Nil			
8	50.0%	29.5%	21.0%	15.0%	11.0%	11.0%	3.0%
10	46.0%	30.5%	22.5%	17.0%	11.0%	11.0%	3.0%

### 2. Tabarru'

Tabarru' is a portion from the contribution payable that will be dripped from the PIA and allocated into the PRF. The Tabarru' will be used for mutual aid and assistance among the fellow participants. The amount of Tabarru' depends on the coverage amount, person covered's age, gender, occupation class and health condition. The Tabarru' rates are guaranteed.

### 3. Monthly Service Fee<sup>6</sup>

RM8 will be deducted from the PIA (through cancellation of units) every month. This fee is meant for maintenance and services of your certificate.

#### 4. Fund Management Charge<sup>6</sup>

The fee as shown below will be charged for the purpose of managing the fund on behalf of the participant.

Type of Funds	Fund Management Charge (as % of the investment fund value)
HLMT i-Income Fund	1.00% per annum
HLMT i-Balanced Fund	1.25% per annum
HLMT i-Equity Fund	1.50% per annum

#### 5. Surrender Fee<sup>6</sup>

Surrender Fee will be deducted from the Account Value.

Contribution Term (years)	Certificate Year						
	1	2	3	4	5	6	7 - 20
3	12.0%	10.0%	8.0%	Nil			
8	12.0%	10.0%	8.0%	6.0%	4.0%	2.0%	Nil
10	12.0%	10.0%	8.0%	6.0%	4.0%	2.0%	Nil

#### 6. Partial Withdrawal Fee<sup>6</sup>

You may make a partial withdrawal from the PIA at any time subject to partial withdrawal fee, minimum withdrawal amount of RM500 and minimum Account Value of RM1,000 after withdrawal. Partial Withdrawal Fee will be deducted from the Account Value that is withdrawn.

Contribution Term (years)	Certificate Year						
	1	2	3	4	5	6	7 - 20
3	12.0%	10.0%	8.0%	Nil			
8	12.0%	10.0%	8.0%	6.0%	4.0%	2.0%	Nil
10	12.0%	10.0%	8.0%	6.0%	4.0%	2.0%	Nil

#### 7. Fund Switching Fee

No fee will be charged when you switch your current investment fund to other types of funds.

<sup>6</sup> We reserve the right to revise the fees and charges by giving the participant three (3) months written notice prior to the next certificate anniversary.

## FREQUENTLY ASKED QUESTIONS

### 1. What is Takaful?

The term 'Takaful' refers to a scheme based on brotherhood, solidarity and mutual assistance which provides for mutual financial aid and assistance to the participants in case of need whereby the participants mutually agree to contribute for that purpose. Each participant agrees to contribute on the basis of Tabarru' (donation) which is pooled together to provide benefits in the event of misfortune suffered by any of its participants.

### 2. What is the minimum and maximum entry age for HLM Takaful i-Care Hasanah Privilege?

The minimum entry age is 30 days old while the maximum entry age is 65 years old.

### 3. What is the minimum and maximum coverage for this plan?

The minimum Basic Sum Covered for this plan depends on your age while the maximum Basic Sum Covered is subject to underwriting requirement.

### 4. What are the riders available to enhance my protection?

You may choose to attach any of the following riders to HLM Takaful i-Care Hasanah Privilege:

Rider	Brief Description
Living Assistance Care 2 Rider	A contribution paying rider that provides a fixed annual Living Assistance Payout (LAP).
Waiver of Contribution on Critical Illness Rider	In the event that the person covered is diagnosed with any of the 36 critical illnesses <sup>7</sup> , the future contributions for the basic plan and any contribution paying rider will be waived.
Payor Care 4 Rider	In the event that the participant dies or suffer TPD, the future contributions for the basic plan and any contribution paying rider will be waived.
Top-Up Care 3 Rider	In the event that the participant dies or suffer TPD, the future regular top-up contributions will be waived.

### 5. What are the contribution payment mode and method?

You can pay your contributions on an annual, semi-annual, quarterly or monthly basis via cash, credit/debit card, auto debit, direct debit, standing instruction or Biro Perkhidmatan Angkasa (BPA).

<sup>7</sup> Provided that the person covered survives for at least 30 days after the date of diagnosis of the critical illnesses.



## 6. Can I know more about the Value-Added Services?

In the event of TPD or death, an amount will be deducted from the Takaful benefit payable under your certificate and paid to the service provider appointed by us. The details of services that you may choose are listed below:

Service	Amount (RM)	Description
Hajj by Proxy	3,500 <sup>8</sup>	Performing an obligatory Hajj (Pilgrimage to Mecca) on behalf of Muslim customers who are unable to perform Hajj by themselves due to sickness, old age or death.
Qurban	750 <sup>8</sup>	Carrying out “Ibadah Qurban” on behalf of Muslim customers inclusive of purchasing and slaughtering livestock such as goat, sheep, cattle or camel.
Waqf	500	A voluntary, permanent, irrevocable dedication of a portion of one’s wealth for religious or charitable purposes.

## 7. What are the exclusions for HLM Takaful i-Care Hasanah Privilege?

- No death benefit except the Account Value shall be payable if death results directly or indirectly from suicide within twelve (12) months from the commencement date or date of reinstatement of the certificate, whichever is later.
- The TPD Benefit is not payable if the TPD results directly or indirectly by self-inflicted injury while sane or insane or any condition or disability that existed prior to or at the commencement date or reinstatement date of the certificate, whichever is later.

*Note: This list is non-exhaustive. Please refer to the Takaful Certificate and/or Supplementary Takaful Certificate for the full list of exclusions of the basic plan and selected Rider(s).*

## 8. What happens if I terminate my Takaful certificate early?

You may surrender your Takaful certificate by returning the Takaful certificate to us with a written notice signed by you. The Account Value (if any), any unallocated contributions, Tabarru’ and monthly service fee that have been deducted will be payable to you, less any medical fee incurred. You will lose the benefits under your Takaful certificate and the amount payable to you may be less than the total contributions that you have paid.

## 9. Are the contributions paid for HLM Takaful i-Care Hasanah Privilege eligible for income tax relief?

Yes. You may qualify for a personal tax relief for the contributions paid under “Life Insurance/ Takaful” up to RM3,000, subject to the final decision of the Inland Revenue Board of Malaysia.

<sup>8</sup> Subject to prevailing market price in the year the service is carried out.

## IMPORTANT NOTES

1. This brochure provides a summary of the main features of the Takaful plan and is not to be construed as a Takaful certificate. You should read the Product Disclosure Sheet and Benefit Illustration for more information and the Takaful certificate for the complete terms and conditions of this Takaful plan.
2. You should satisfy yourself that this Takaful plan will best serve your needs and that the contribution payable under the Takaful plan is an amount you can afford.
3. You should provide us with sufficient and accurate information so that appropriate advice and suitability of Takaful plan to meet your needs and circumstances can be given to you.
4. You may cancel your Takaful certificate by returning the Takaful certificate within a free-look period of 15 days after it has been delivered to you. We shall refund to you any unallocated contributions, the value of units that have been allocated (if any) at the unit price at the next valuation date, any Tabarru' and monthly service fee that have been deducted, less any medical fee incurred.
- 5. This is a Takaful product that is tied to the performance of underlying assets and is not a pure investment product such as unit trusts.**
6. The investment performance of your PIA is not guaranteed. It is possible that your PIA becomes insufficient to pay for the Tabarru' and other relevant charges due to poor investment returns. In such case, you will need to pay additional contributions if you want to maintain your Takaful certificate.
7. In the event of non-payment of contribution, your Takaful certificate's coverage will continue as long as your Account Value is sufficient to cover the Tabarru' and other relevant charges. If your Account Value becomes insufficient to cover all charges and no payment is made by you after a grace period of 30 days, your Takaful certificate shall lapse.
8. Participating in a regular contribution investment-linked Takaful is a long-term commitment. It is not advisable to hold this Takaful plan for a short period of time in view of the high initial costs.
9. If you terminate your Takaful certificate in the early years, you may get back less than the amount you have contributed.
10. The Takaful certificate will not provide any payments from the PRF upon early termination, surrender or maturity of the Takaful certificate.
11. To check the unit price of each investment-linked fund, you may visit our corporate website or refer to "Berita Harian" and "The New Straits Times Press" newspaper\*.
12. All ages mentioned in this brochure are based on next birthday basis.
13. Should you require additional information about Investment-linked Takaful, please refer to the *insuranceinfo* booklet on "Investment-linked Takaful" at any of our branches, or visit [www.insuranceinfo.com.my](http://www.insuranceinfo.com.my).
14. Hong Leong MSIG Takaful Berhad is a Takaful Operator licensed under the Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia.

\*Subject to change without further notice.

For further information, kindly contact our friendly HLM Takaful agent today!



Underwritten by:

**Hong Leong MSIG Takaful Berhad 200601018337 (738090-M)**

Hong Leong MSIG Takaful Berhad is a member of Perbadanan Insurans Deposit Malaysia (PIDM). As a member of PIDM, some of the benefits covered under the Takaful certificates offered by Hong Leong MSIG Takaful Berhad are protected against loss of part or all of the Takaful benefits by PIDM, in the unlikely event of the failure of the Takaful Operator. For further details of the protection limits and the scope of coverage, please obtain a PIDM information brochure from Hong Leong MSIG Takaful Berhad or visit PIDM's website ([www.pidm.gov.my](http://www.pidm.gov.my)) or call PIDM's toll free line (1-800-88-1266).

**MEMBER**



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