

<b>PRODUCT DISCLOSURE SHEET</b>	Hong Leong MSIG Takaful Berhad ("HLM Takaful") 200601018337 (738090-M)
Read this Product Disclosure Sheet before you decide to participate in the HLM Takaful Secure 3. Be sure to read the general terms and conditions.	HLM Takaful Secure 3 DDMMYYYY

**1. What is this product about?**

This investment-linked takaful certificate (ILT) offers combination of takaful protection and investment. It provides coverage for death and Total and Permanent Disability (TPD) during the term of the certificate. The Account Value will be payable at the end of the coverage term if no death/TPD claim has been made. The Account Value (value of the units in Participant's Investment Account) shall depends on the price of underlying units, which in turn depends on the performance of your chosen fund.

**2. What are the Shariah concepts applicable?**

- Tabarru' - Donation from the portion of the contribution that will be allocated to the Participants' Risk Fund (PRF), which will be used for mutual aid and assistance among the fellow participants.
- Iltizam bi Al-Tabarru' - The commitment to make Tabarru'.
- Wakalah - Essentially an agent-principal relationship, where the Takaful Operator acts as an agent on behalf of the Participants to manage the Participants' Risk Fund (PRF) and Participant's Investment Account (PIA) on the Participants' behalf and the Takaful Operator earns Wakalah Fee for services rendered.
- Wakalah Bi Al Istithmar - Agency contract for an investment activity whereby the Takaful Operator acts as an agent (wakil) to the Participants to invest their Contributions accordingly. The Takaful Operator will not be entitled to any profit or bearing 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 Fee(s) in the Schedule, for managing the fund(s).
- Ju'alah - An agreement in which the Participant promises to reward the Takaful Operator for its achievement or good performance in managing the PRF that leads to surplus to the PRF.

**3. What are the covers / benefits provided?**

Fund Chosen:

Fund	Ratio
HLMT i-Income Fund	%
HLMT i-Balanced Fund	%
HLMT i-Equity Fund	%
HLMT Makmur Fund	%
HLMT Maa'rof Fund	%
HLMT Global Shariah ESG Fund	%

Basic				
No	Item	Amount Payable	Description	Coverage Term (years)
1	Death	RM	In the event of death while the certificate is in force, we shall pay the Basic Sum Covered and Account Value.	20 years
2	Total & Permanent Disability, before attaining age 66 next birthday	RM	In the event of TPD while the certificate is in force (TPD coverage until age 65 next birthday), we shall pay the Basic Sum Covered and Account Value as TPD Benefit. The current maximum TPD limit per life is RM 8 million, for all TPD Benefits payable under all certificates (including riders) already issued or to be issued, including this certificate in respect of the same Person Covered.	20 years
3	Maturity Value	Account Value	Upon maturity of your certificate, the Account Value (if any) will be payable. Please refer to Benefit Illustration - Table 1 for the projected Account Value.	Not Applicable
4	Surrender Value	Account Value less Surrender Fee	Upon surrender, the Account Value (if any) less any surrender fee will be payable. Please refer to the Benefit Illustration on the Surrender Value for more details.	Not Applicable

Optional Rider			
Coverage / Benefit	Benefit Payable (RM)	Benefit Description	Coverage Term (years)
Payout Rider	RM	This rider provides a fixed yearly Annual Payout (AP) starting from the end of the first certificate year until the end of rider term.  In the event of death or TPD (prior to attaining age 65) of Person Covered, the Death/TPD benefit payable shall be 100% of the outstanding Annual Payout yet to fall due or paid to the Participant.	20 years

**Reminder:** Please read the marketing literature which includes product benefits and objectives of the investment-linked fund. It is important to select a fund or combination of funds 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 depending on our underwriting requirements:

- The estimated total contribution that you have to pay (inclusive of Tax, if any): RM Anually/Semi-Annually/Quarter-Annually/Monthly.
- Contribution duration: 3 years

Takaful Operator allocates a portion of the contribution to purchase units in the investment-linked fund that you have chosen. Any unallocated amount will be used to pay wakalah fees, which include commissions to bank and other expenses of the Takaful Operator. You are advised to refer to the allocation rates given in the product illustration.

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

- The Tabarru' charges are deducted monthly from the value of your units. The Tabarru' charges will generally increase as you grow older. Details of Tabarru' charges and other charges for the ILT are given in the benefit illustration.
- The Tabarru' charges are not guaranteed. The Takaful Operator reserves the right to vary the Tabarru' charges by giving 90 days prior notice. Please note that past trends of increases in Tabarru' charge do not necessarily reflect the future trend.
- The Wakalah Fee is an upfront charge on the contribution paid and is used to meet Takaful Operator's expenses and direct distribution cost, including commissions payable to the bank.

Commission Payable to the Bank (part of Wakalah Fee)

Certificate Year	Basic		
	Contribution Paid (RM)	Commission Paid	
		%	RM
1	RM	%	RM
2	RM	%	RM
3	RM	%	RM

Certificate Year	Regular Top-Up Contribution Paid	Commission Paid	
		%	RM
1	RM	%	RM
≥2	RM	%	RM

- Monthly Service Fee: RM8
- Surrender Fee will be deducted from the Account Value:

Certificate Year	1	2	3	≥4
Surrender Fee (% of Account Value)	%	%	%	%

- Partial Withdrawal Fee will be deducted from the Account Value that is withdrawn:

Certificate Year	1	2	3	≥4
Partial Withdrawal Fee (% of the withdrawn amount)	%	%	%	%

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

- Importance of disclosure - Precontractual duty of disclosure: You have a duty to disclose all material facts, including but not limited to medical condition and state your age correctly. You have a duty to disclose any relevant information that you know or are expected to know to the best of your knowledge and in good faith.
- Free look period - you may cancel your ILT by returning the certificate within 15 days after the certificate has been delivered to you. The Takaful Operator will refund to you the unallocated contributions, the value of units that have been allocated (if any) at unit price at the next valuation date and any Tabarru' charge and certificate fee that have been deducted less any medical fee incurred.
- Grace period - In the event of non-payment of contribution, your certificate will remain in force as long as your Account Value is sufficient to cover the Tabarru' and other relevant charges. If the PIA becomes insufficient for any further deduction, thirty (30) days of grace period from the subsequent contribution due date are allowed for payment of a subsequent contribution. If any subsequent contribution remains unpaid at the end of the grace period, your certificate shall lapse and the coverage will cease.
- Duty of Participant - You should satisfy yourself that the plan serves your needs and that you can afford the contribution.
- Account value - the account value of the ILT depends on the performance of the investment-linked funds selected. The higher the level of takaful coverage selected, the more units will be absorbed to pay for the Tabarru' charges and the fewer units will remain to accumulate cash values under your certificate.
- Lapse of certificate - The ILT certificate will lapse when the value of investment units is insufficient to pay for the Tabarru' and other charges.
- Sharing of Surplus arising from Participants' Risk Fund (PRF) - Any surplus from the PRF shall be distributed between the Takaful Operator and the Participant in the ratio of 50:50. The Takaful Operator is entitled to the surplus based on the Shariah principle of Ju'alah.
- Sharing of Investment Profit arising from your Participants' Investment Account (PIA) - The PIA shall be invested in Shariah-compliant instruments and one hundred percent (100%) of the yearly investment profit shall be credited into your PIA. If there is any investment loss arising from the PIA, the loss shall be borne by you.
- Record of Payment - It is important for Participant to keep the receipt or Debit Card/Credit Card/Bank Statement or Participant's pay slip as proof of payment of contribution for any future reference.
- Switching of Takaful Certificate - It may not be advantageous to surrender or replace an existing takaful certificate with another certificate, as you may be subject to new underwriting requirements.

- Nomination - you can choose who will receive the benefits upon your death by filling in a Nomination form. Your certificate will state whether you have already nominated a person to receive the benefits. If you have not chosen anyone, please complete the Nomination form which can be obtained from the Takaful Operator's representative and send it to the Takaful Operator immediately.
- Non-payment of Contribution for Payout Rider (if applicable) - Any non-payment of contribution for this rider by the expiration of the grace period shall result in this rider being early termination of your coverage. Please refer to the Supplementary Takaful certificate for more details.

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

**7. What are the major exclusions under this certificate?**

- Suicide - if death is due to suicide within 12 months from the commencement date or any reinstatement date of the certificate, whichever is later, only Account Value will be payable.
- The TPD Benefit is not payable if the TPD results directly or indirectly by:
  - (i) self-inflicted injury while sane or insane;
  - (ii) any condition or disability that existed prior to or at the commencement date or any reinstatement date of the certificate, whichever is later.

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

**8. Can I cancel my certificate?**

Yes. You can cancel your certificate. Participating in a regular contribution ILT 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 fund that you have chosen is no longer appropriate, you have the flexibility to switch fund. You are allowed to switch fund anytime you want without any imposed charge.

**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/your nominee contact details to ensure that all correspondences reach you/your nominee in a timely manner.

**10. Where can I get further information?**

Should you require additional information about investment-linked takaful, please refer to the *insuranceinfo* booklet on 'Investment-linked Takaful' available at all our branches or you can obtain a copy from bank personnel or visit [www.insuranceinfo.com.my](http://www.insuranceinfo.com.my).

**If you have any enquiries, please contact us at:**

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 Level 5, Tower B, PJ City Development  
 No. 15A, Jalan 219, Seksyen 51A  
 46100 Petaling Jaya, Selangor Darul Ehsan.  
 Telephone: +603-7650 1800  
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OR

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 Telephone: +603-7626 8899  
 E-mail: [hlonline@hlab.hongleong.com.my](mailto:hlonline@hlab.hongleong.com.my)

**11. Other similar types of plan available.**

Please refer to our marketing staff for other similar types of plans offered by the Takaful Operator.

**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 PLAN CHOSEN MEET 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'. RETURNS ON AN INVESTMENT-LINKED FUND IS NOT GUARANTEED.**

The information provided in this disclosure sheet is valid as at dd-mmm-yyyy.

Underwritten by Hong Leong MSIG Takaful Berhad 200601018337 (738090-M)  
 (Licensed under Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia)

**Declaration**

The above essential material/information of the applicable product and riders (if applicable) have been provided and satisfactory explained to me.

Signature of Applicant	
Name of Applicant	
NRIC of Applicant	
Date	