

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to participate in the Purchase Price Gap Takaful. Be sure to also read the general terms and conditions of this Takaful Certificate).

TAKAFUL IKHLAS GENERAL BERHAD
(Member of PIDM)

(Licensed under Islamic Financial Services Act 2013 and regulated by Bank Negara Malaysia)

PURCHASE PRICE GAP TAKAFUL

Date :

1) What is this product about?

This product provides coverage to your vehicle in the event of total loss either actual total loss or beyond economical repair arising from accidental damage, fire and/or theft. This Takaful Certificate will pay the difference between the vehicle purchase invoice price and the total loss settlement amount paid by the comprehensive motor takaful certificate / insurance.

2) What are the Shariah concepts applicable?

- **Tabarru'** – refer to donation by Takaful participants contributed in the Risk Fund, for the purpose of providing mutual financial benefit payable to the takaful participants or their beneficiaries on the occurrence of pre-agreed events.
- **Wakalah** – refers to a contract where a party, as principal (*muwakkil*) authorizes another party as his agent (*wakil*) to perform a particular task on matters that may be delegated with or without imposition of a fee. In the context of the Company, we are appointed as an agent (*wakil*) to carry out the Takaful Business and a Wakalah fee (*ujrah*) to be paid to the Company.

Note : Please refer to the Takaful Certificate for more information.

3) What are the covers/ benefits provided?

In the event of the total loss of the vehicle arising from accidental damage, fire and/or theft, this Takaful Certificate will pay you the the difference between:

- The vehicle purchase invoice price, and
- The total loss settlement from your comprehensive motor takaful certificate.

4) How much Takaful Contribution do I have to pay?

The Takaful Contribution varies depending on your period of coverage, vehicle age, vehicle make purchase invoice price. The period of coverage varies based on the coverage type of the comprehensive motor takaful certificate / policy as depicted below:

Coverage Type		Period of Coverage
1.	*Sum Covered on Agreed Value	i. 2 years ii. 3 years iii. 4 years iv. 5 years
2.	Sum Covered on Market Value	i. 1 year ii. 2 years iii. 3 years iv. 4 years v. 5 years

Note : *The coverage for Sum Covered on Agreed Value basis is only offered to vehicle age above 1 year.

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

Fees / Charges	Amount
Wakalah Fees	60% of contribution of which: <ul style="list-style-type: none"> Commission – up to maximum 10% Other expenses – 50%
Stamp Duty	RM10.00
Applicable Taxes	Chargeable at prevailing rate
Cancellation Fee	RM10.00

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

Importance of Disclosure

- Pursuant to Paragraph 5 of Schedule 9 of the Islamic Financial Services Act 2013, if you are applying for this takaful wholly for purposes unrelated to your trade, business or profession, you have a duty to take reasonable care not to make a misrepresentation in answering the questions in the Application Form (or when you apply for this takaful). You must answer the questions fully and accurately. Failure to take reasonable care in answering the questions may result in avoidance of your contract of takaful, refusal or reduction of your claim(s), change of 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.

Change in Risk

- If there are changes occur at any time or from time to time, and materially vary any of the facts provided at the date of the proposal, you shall give notice in writing to us within seven (7) days from the date of change, and shall pay additional contribution if it is required.

Cash Before Cover

- Full contribution must be paid before the effective date of the Certificate.

Contribution Payment

- Payment can be made by Cash, Cheque, Debit Card/ i, Credit Card/ i or Online Payment to the Company. Please keep a receipt of the contribution paid as the proof of payment for future reference. You may also select to use Bank financing for the contribution of this coverage.

Contribution

- We shall only be liable for our rateable proportion of the loss if you have more than one Certificate to cover your private car.

Comprehensive Motor Insurance Policy / Takaful Certificate

- You need to have a valid comprehensive motor insurance policy / takaful certificate when you take up this product and ensure that the sum covered of your comprehensive motor insurance policy / takaful certificate is NOT less than the established market value as determined by the industry approved market valuation system. Your comprehensive motor insurance policy / takaful certificate insurer / takaful operator must settle the motor insurance / takaful on a total loss basis before this product is claimable.

Claimable Amount

- This refers to the amount claimable under this product which is determined from the difference between the vehicle purchase invoice price and the total loss amount paid under your comprehensive motor insurance policy / takaful certificate, where it shall not exceed RM200,000.00. The claimable amount is subject to further adjustment for underinsurance and where cases you negotiate and willingly accept a total loss claims settlement that is lower than the agreed value or market value of your vehicle. In the event that the total loss payment exceeds the purchase invoice price, the claimable amount will not be payable to you.

Others

- The take up of this product must not be more than sixty (60) days from the date of purchase invoice.
- PPG Takaful is not renewable and non-transferrable.
- Eligibility: New or used vehicle is within three (3) years from the date of manufacture, on the date of commencement of this takaful certificate.

Surplus

- The Company will charge a Surplus Administration Charge (SAC) of 50% of the gross distributable surplus arising from the Risk Fund at the end of the financial year. However, the Company may at its discretion and where appropriate charge SAC less than 50% of the gross distributable surplus. Any net distributable surplus arising (after deducting the SAC) from the Risk Fund will be allocated in full (100%) to the Takaful Participant. Upon Takaful Certificate expiry, if the amount due to Takaful Participants is less than RM10, the amount shall either be retained in the Risk Fund or donated to charity on behalf of the Takaful participants as an act of good deed. The threshold, method and time of settlement of the surplus distribution shall be defined in the Surplus Management Policy. The threshold is not applicable if the Takaful Participants provided their banking information to the Company.

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

7) What are the major exclusions under the Takaful Certificate?

This Takaful Certificate does not cover losses which are specifically excluded under the Takaful Certificate, for example, any accident or incident having occurred leading to a total loss before the date of commencement of this Takaful Certificate or you or your authorised driver is under the influence of alcohol.

Note: *Please refer to the Takaful Certificate for the full list of exclusions under this Takaful Certificate.*

8) Can I cancel my Takaful Certificate?

You may cancel this Certificate at any time by notifying us in writing. Such notification shall become effective from the date We receive the notice or the date specified in Your notice, whichever is later. We will refund the pro-rated contribution to You for the unexpired Period of Takaful, provided no claims have been made under the Certificate and subject to a minimum contribution of RM50.00.

We will refund the pro-rated contribution to you or where you have taken financing to finance the contribution of this Certificate, the pro-rated contribution will be refunded to your financier/bank.

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 to ensure that all correspondences reach you in a timely manner.

10) Where can I get further information?

Should you require additional information about Purchase Price Gap Takaful, please contact us at:

Takaful Ikhlas General Berhad

Customer Relationship Management Department,
IKHLAS Point, Tower 11A, Avenue 5, Bangsar South,
No. 8 Jalan Kerinchi, 59200 Kuala Lumpur.

Tel : 03-2723 9696

Fax : 03-2723 9998

Website : www.takaful-ikhlas.com.my

E-mail : ikhlascare@takaful-ikhlas.com.my

11) Other types of similar Takaful cover available

No other similar products

Notification of PIDM's Protection

The benefits payable under eligible Takaful Certificate are protected by PIDM up to limits. Please refer to PIDM's TIPS Brochure or contact Takaful Ikhlas General Berhad or PIDM (visit www.pidm.gov.my).

IMPORTANT NOTE:

YOU SHOULD ENSURE THAT YOUR VEHICLE IS COVERED AT THE APPROPRIATE AMOUNT. IN THE EVENT OF AN ACCIDENT, YOU ARE ADVISED TO DEAL WITH APPROVED WORKSHOPS. YOU SHOULD READ AND UNDERSTAND THE TAKAFUL CERTIFICATE AND DISCUSS WITH THE AGENT OR CONTACT THE TAKAFUL OPERATOR DIRECTLY FOR MORE INFORMATION.

The information provided in this Product Disclosure Sheet is valid as at 01/09/2024