

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to participate in the Secure Warranty Takaful. Be sure to also read the Terms & Conditions of this product).

TAKAFUL IKHLAS GENERAL BERHAD
(PIDM Member)

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

SECURE WARRANTY TAKAFUL

Date :

1) What is this product about?

This product provides coverage against unforeseen mechanical and electrical component failures of the used vehicle.

2) What are the Shariah concepts applicable?

- **Tabarru'** – refers 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 Terms & Conditions for more information.

3) What are the covers/ benefits provided?

This product covers the mechanical and electrical components relating to the following items during the period of Takaful:

- Engine
- Fuel System
- Manual and Automatic Transmission
- Brakes

Per claim limit is up to RM10,000 and up to a total RM30,000 for the entire period of Takaful. We offer two (2) types of coverage period which are:

- Six (6) months or up to 15,000 km; or
- Twelve (12) months or up to 30,000 km,

Whichever occurs first

Note : Please refer to the Terms & Conditions for the full product features and benefits.

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

The total Takaful Contribution payable may vary depending on the coverage period, vehicle's cubic capacity, your used vehicle's make and model and our underwriting requirements. Please contact us for any enquiries regarding the Takaful Contribution.

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

Fees / Charges	Amount
Wakalah Fees	75% of contribution of which: <ul style="list-style-type: none"> Commission – up to maximum 25% Other expenses – 50%
Stamp Duty	RM10.00
Applicable Taxes	Chargeable at prevailing rate

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.

Excess / Deductible

- Cover excludes the first fourteen (14) days from the coverage commencement date.

Takaful Contribution Warranty

- Takaful Contribution due to the Company must be paid and received by the Company within sixty (60) days from the inception date of this Takaful Certificate or Endorsement/ renewal Takaful Certificate. If the condition is not complied with, this Takaful Certificate shall be automatically cancelled and the Company shall be entitled to the pro-rated Takaful Contribution for the period the Company provides the cover.

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.

Renewal

- This product can only be participated once hence there is no option for renewal and is non-transferrable.

Claims

- Any claim application to be submitted to our Authorized Repairer immediately after the relevant fault on the covered component has become apparent.
- Please note that the used vehicle must be serviced regularly in accordance with the service requirement specified in the Secure Warranty Takaful Terms & Conditions.
- Failure to meet the service requirement as stated in the Secure Warranty Takaful Terms & Conditions will result in the coverage under this Takaful product to cease automatically with immediate effect and any claims thereafter will be rejected.

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 : Please refer to the Terms & Conditions for more information.

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

This Takaful Certificate does not cover certain losses, such as:

- Damage caused by negligence.
- Damage caused by corrosion.
- Damage caused by any foreign matter getting into or onto a part.
- Damage due to lack of servicing.

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

8) Can I cancel my Takaful Certificate?

You may cancel the Takaful Certificate but you are not entitled for Takaful Contribution refund.

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 Secure Warranty 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 READ AND UNDERSTAND THE TERMS & CONDITIONS AND DISCUSS WITH THE AGENT OR CONTACT THE COMPANY DIRECTLY FOR MORE INFORMATION.

The information provided in this Product Disclosure Sheet is valid as at 01/04/2025