

# UNDERSTANDING THE BASICS OF FAMILY TAKAFUL PLAN

## WHAT IS TAKAFUL?

'Takaful' means an arrangement based on mutual assistance, under which takaful participants agree to contribute to a common fund providing mutual financial benefits, payable to the takaful participants or their beneficiaries on the occurrence of pre-agreed events.

Section 2(1) of the Islamic Financial Services Act 2013

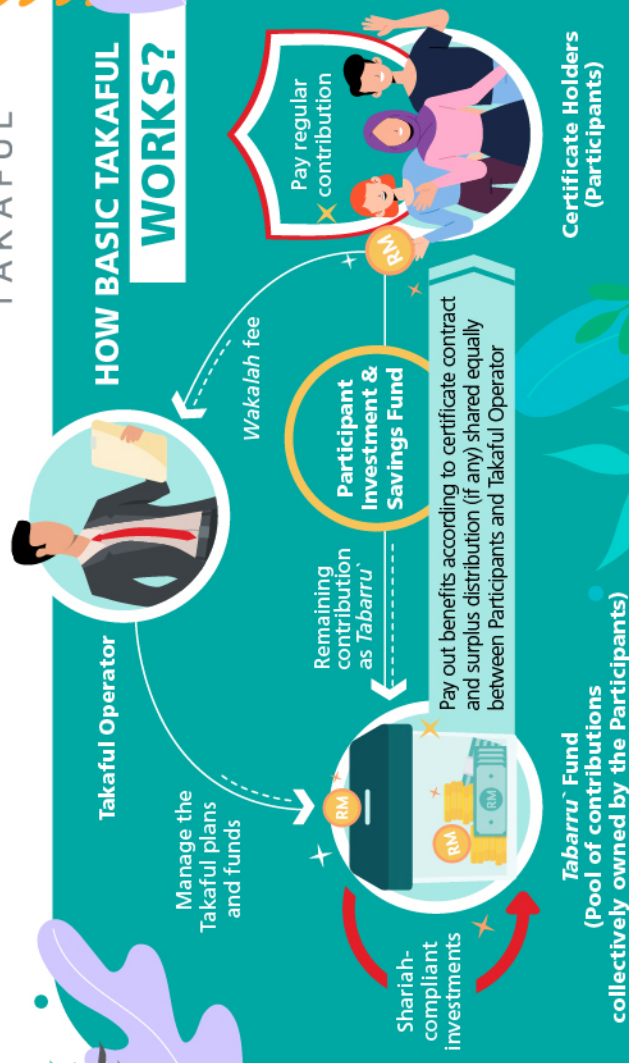
Takaful is based on the underlying principle of **Ta'awun** (mutual cooperation/ assistance) where participation is **Tabarru'** (charitable) in nature.

When a person participates in a Takaful scheme, he does not only seek protection for himself but also jointly cooperate with other participants to **mutually contribute to one another** in case of need.

There are 3 aspects within Takaful:

**Mutual Assistance** | **Mutual Protection from Losses** | **Mutual Responsibility**

## HOW BASIC TAKAFUL WORKS?



## TYPES OF FAMILY TAKAFUL PLANS

Needs	Non-investment Linked Plan	Investment Linked Plan
<p><b>Fund Type</b></p> <p><b>Supplementary Rider/Cover</b></p> <p><b>Contribution</b></p>	<p>Protection on death or Total and Permanent Disability (TPD)</p> <ul style="list-style-type: none"> <li>Participant is not able to select the investment fund</li> <li>Takaful Operator manages the investment fund</li> <li>Investment risk borne by Participants</li> </ul> <p><b>Accidental, Critical Illness, Medical and Health, Contributor Benefits</b></p> <ul style="list-style-type: none"> <li>Optional and subject to availability and eligibility of the offered plan</li> <li>Additional contributions and/or Tabarru' will be required</li> </ul> <p>Contribution (after deduction of Wakalah Fee) will be allocated to Participant's Investment &amp; Savings Fund</p> <p>Tabarru' will be deducted from the fund according to the Takaful benefits/protection participated by each Participant and placed into the Tabarru' Fund</p>	<p>Protection on death or Total and Permanent Disability (TPD) that offers more flexibility in the plan with potential investment return</p> <ul style="list-style-type: none"> <li>Participant is able to select the preferred investment linked fund according to their risk appetite</li> <li>Fund switching, partial withdrawal and top-up are available</li> <li>Investment risk borne by Participants</li> </ul> <p>Contribution (after deduction of Wakalah Fee) is used to invest in units of an investment-linked fund</p> <p>Tabarru' will be deducted from the units according to the Takaful benefits/protection participated by each Participant and placed into the Tabarru' Fund</p>

Participating in a Takaful plan is a long-term commitment. You must ensure that you are satisfied that this product will best serve your needs and that the contribution payable under the certificate is an amount that you can afford.

These illustrations only provide general information on how basic Takaful works. The detailed mechanisms differ for each Takaful plan. For more details, please refer to the respective product illustration and certificate document.

Now that you've learned and understood the basics of Family Takaful, the next step is to start planning your protection needs for you and your loved ones!

For more information in choosing the right Takaful plan, please visit [www.prubsn.com.my](http://www.prubsn.com.my) or contact our PrubSN Takaful Consultant/Bank Representative by contacting 03-20537188 or e-mail to [customer@prubsn.com.my](mailto:customer@prubsn.com.my).