

SURPLUS SHARING

A unique feature of Takaful plan



SURPLUS SHARING is the distribution of Underwriting Surplus and Investment Profit between takaful operator and participants, based on a pre-agreed sharing ratio at the end of the financial year. As a participant in our takaful plan, a portion of your contributions will be allocated as Tabarru` and pooled into the Tabarru` Fund. This fund serves the purpose to meet claims benefits for participants, aligning with the principles of mutual aid and assistance among fellow participants. The Underwriting Surplus occurs when there is an excess of Tabarru` funds after deducting all payable claims and reserves. The Tabarru` Fund represents a collective ownership by the Takaful participants, and this surplus will be shared between Participants and PruBSN.



THE INVESTMENT PROFIT earned by the Tabarru` Fund contributes to the distribution to participants. The distribution of Investment Profit follows the proportion specified in the certificate document, shared between Participants and PruBSN. Depending on the certificate issuance date, certificates issued before 5 September 2011 receive Investment Profit separately from the Underwriting Surplus mentioned earlier. Certificates issued from 5 September 2011 onwards combine their Investment Profit with the Underwriting Surplus. This distinction is due to regulatory requirements. The Underwriting Surplus and Investment Profit, if any, will be declared annually.

ELIGIBILITY

Participants are eligible for Surplus Sharing (if applicable) annually, subject to the active status of their certificate on 31st December of the financial year. The amount of Surplus Sharing received by participants depends on their annual Tabarru` contribution and is adjusted based on their claims during the year.

METHOD OF PAYMENT

For active certificates, the Surplus Sharing has been deposited into the participant's investment account. The surplus amount will be communicated to certificate holders through the 2023 Annual Statement in the upcoming year.

SURPLUS DISTRIBUTION FOR 2022

We distributed the excess from the Tabarru` fund (remaining balance after deducting claims and reserves for 2022) to approximately 1.6 million participants. As an incentive for managing the Tabarru` fund effectively on behalf of participants, the remaining balance was given to PruBSN.

Eligible takaful participants will be notified via SMS starting from 27 June 2023.

For further information, please contact our **Customer Service Centre** at 03-2775 7188 or email to customer@prubsn.com.my.

PRUDENTIAL BSN

TAKAFUL