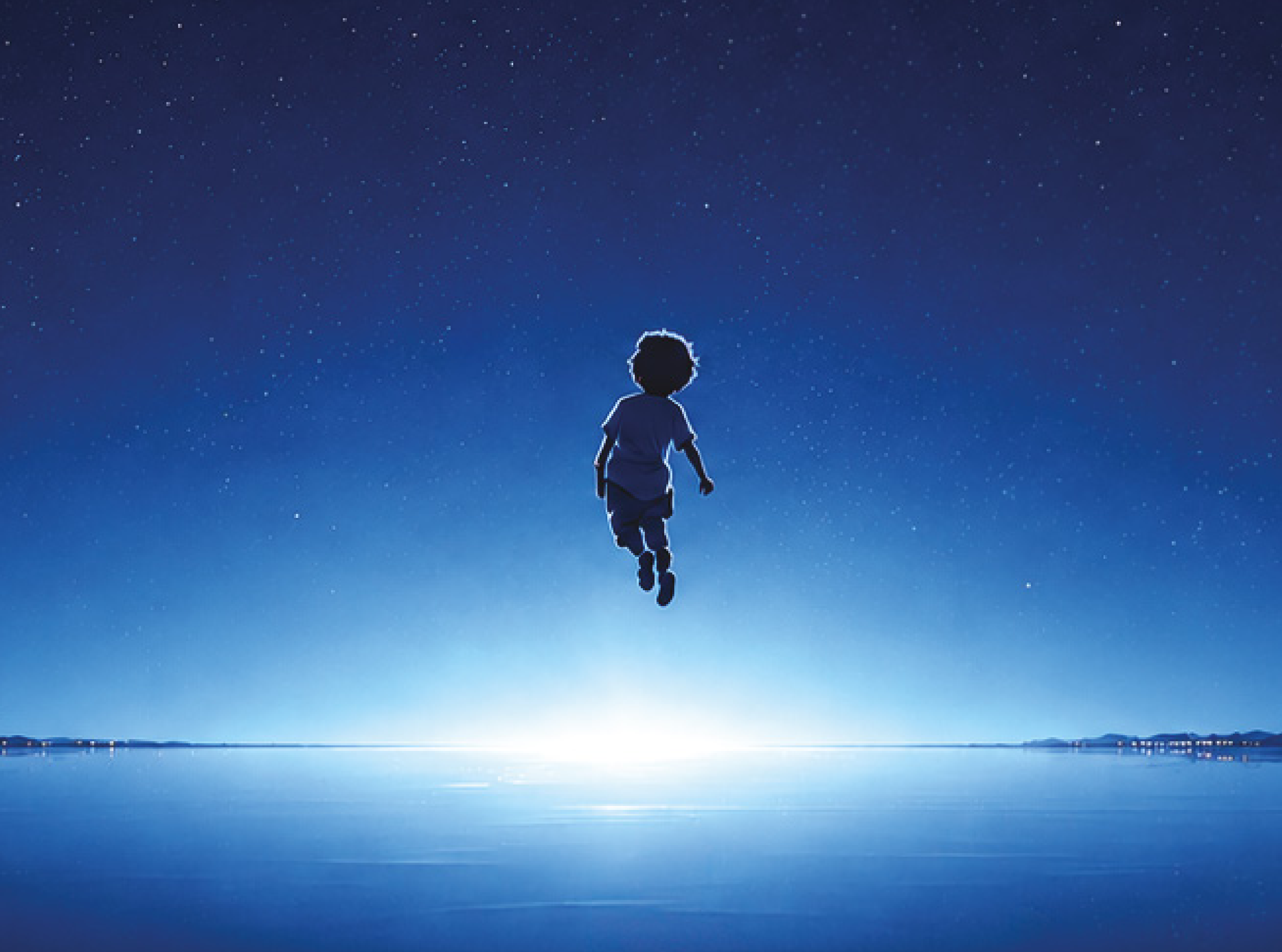
FIRST HORIZONS

Help your child reach as far as their imagination can take them with Takaful First Horizons.



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EVERY DREAMER NEEDS A BELIEVER.

Takaful First Horizons. It's more than a plan, it's a pledge. An opportunity for every parent to see the potential in their children long before they can. It's believing in them, supporting them and giving them all they need to get a flying start to whatever they choose to do. From education to starting a business, to beginning their wealth journey. Takaful First Horizons is giving them the start you always dreamed about.

HORIZON REWARDS

THAT PAVE THE WAY FOR EVERY NEW HORIZON.

Every milestone in your child's life deserves a launchpad. Takaful First Horizons is designed to provide reliable funding timed perfectly to fuel the new horizons at each stage, whether it's their hobbies, education, and eventually, their biggest dreams.

THE HORIZONS REWARDS COMPASS.

YEARLY REWARDS

Imagine treating them to their favourite interests or hobbies each year.*

*Annual Payout of 5% of the Basic Annual Contribution at the end of every Certificate Year.

YEAR 5 REWARDS

This can be a great help as they move to the next stage of their academic.*

*Milestone Payout of 25% of the Basic Annual Contribution at the end of Year 5 of the Certificate.

YEAR 10 REWARDS

Their world is growing beyond the classroom and so are their horizons. This can begin to fuel their ambitions and their wider world.*

*Milestone Payout of 50% of the Basic Annual Contribution at the end of Year 10 of the Certificate.

TECH BONUS

(Device Reward Benefit)
Takaful First Horizons sets your child up for success with up to RM2,000 to equip them with the latest digital devices.

EDUCATION EXCELLENCE REWARD

And rewards them for their academic excellence with up to RM2,000.

FINALLY, MATURITY.

This can be your ultimate gift to them. A launchpad for their next horizon. A home, family, or ideas that will fuel their entrepreneurial journey.

* Maturity Reward equivalent to 125% of Basic Annual Contribution paid, together with the remaining Maturity Benefit in the account value from the PA. If you choose to reinvest your payouts, any accumulated value in the PIA will be payable.

PROTECTING EVERY HORIZON.

PROTECTING THROUGH LIFE'S UNCERTAINTIES.

DEATH AND TPD BENEFIT

In the event of Death or Total & Permanent Disability (TPD), the benefit will be payable based on the following:

During the First and Second Years of the Certificate

Higher of:

- **100%** of Total Basic Contribution Paid (less any payouts paid), or
- Account Value in Participant's Account (PA).

Note: Due to non-accidental cases only

From Certificate Year 3 Onwards

Higher of:

- **110%** of Total Basic Contribution Paid (less any payouts paid), or
- Account Value in Participant's Account (PA).

If you choose to reinvest your payouts, any accumulated value in the Participants' Investment Account (PIA) will be payable in addition to the Death or TPD benefit.

ENHANCED COVERAGE FOR ACCIDENTAL EVENTS

Should Death or TPD result from an accident, an additional Accidental Death or TPD benefit will be payable based on the following:

Accident in Malaysia

+100%

of Total Basic Contribution Paid

payable if the accident occurs in Malaysia.

Overseas Accidents

+200%

of Total Basic Contribution Paid

payable if the accident happens while travelling outside of Malaysia on a trip up to 90 days.

BE PROTECTED, WITHOUT THE HASSLE

Enjoy **hassle-free enrolment** up to a limit of RM1.5 million of Basic Annual Contribution, subject to entry age, eligibility criteria and other applicable terms and conditions.

Note:

1. *The Total Basic Contribution excludes any top-ups contribution, rider contribution and any other non-basic contribution amounts, where applicable.*
2. *Only one extra accidental benefit is allowed per person. Adults are capped at RM 3.5 million and juveniles at RM 2 million per life.*
3. *The TPD benefit is subject to a maximum lifetime aggregate limit of RM8 million per life across all TPD benefits.*
4. *TPD coverage is payable upon the occurrence of TPD prior to the Certificate Anniversary Date immediately following the Person Covered's 70th birthday, subject to the terms and conditions of the Takaful Certificate.*

A JOURNEY THROUGH EVERY HORIZON.

Fikri chose **Takaful First Horizons** as a gift to his son Imran (6 years old), to support his academic journey and the activities and interests that can shape his future.

Fikri (Father), Age 40
Imran (Son), Age 6

Pay for 3 years, enjoy 15 Years of Protection for Death, TPD and Accidents

Basic Annual Contribution: RM200,000

Year

1

2

3

4

5

Age 11

RM10,000 Annual Payouts at the end of every Certificate Year can support his interests like piano and swimming lessons. To build confidence and new skills.

Tech Bonus (Device Reward)

Fikri buys Imran a tablet to enrich his learning journey. Fikri can claim a reimbursement of up to RM2,000.

Year 5 Reward – Secondary School Gate Pass

A RM50,000 Milestone Payout at the end of 5th Year of the Certificate can support Imran's enrolment into an international school.

6

7

8

9

10

Age 16

RM10,000 Annual Payouts at the end of every Certificate Year can offset tuition fees or enrichment activities for his continued development.

Year 10 Reward – Passport to Study Abroad

A RM100,000 Milestone Payout at the end of 10th Year of the Certificate will support his ambition to pursue overseas education and opportunities.

11

12

13

14

15

Age 21

RM10,000 Annual Payouts at the end of every Certificate Year can support his living expenses as he focuses on achieving his academic goals.

Education Excellence Reward

A RM2,000 payout to celebrate Imran's achievement of straight A's in his A-Levels.

Finally, Maturity - Launchpad Fund

RM250,000 Maturity Reward plus Maturity Benefit* allows Fikri to gift Imran a meaningful headstart - whether as start-up capital, downpayment on his first home, or support for his next stage in life.

** Maturity Benefit is equivalent to the remaining in the account value in PA.*

High Scenario - RM307,141.29
Low Scenario - RM94,977.49

Note: The PA value will be based on actual investment performance and returns are not guaranteed

TAKAFUL FUNDS UNDER YOUR PLAN

1. Participant's Account (PA)

The contribution paid, after deducting the Wakalah Fee, will be credited into the PA. The PA will be managed and invested by the Takaful Operator based on Wakalah Bi-Al Istithmar contract. The PA value will be based on actual investment performance and returns are not guaranteed. Pursuant to a Ju'alah arrangement, the Takaful Operator shall be entitled to an incentive fee of ten percent (10%) of the investment return generated from the PA for effective fund management.

The PA shall be used to pay the Annual Payout, Milestone Payout, Maturity Rewards and Excellent Reward (Education Excellence Reward Benefit and Device Reward Benefit), subject to the availability of balance in the PA. In the event the balance in PA is insufficient to meet such payouts in full, the available balance amount in the PA shall be disbursed and any shortfall shall be funded by the PRF.

2. Participants' Risk Fund (PRF)

On a monthly basis, a pre-determined Tabarru' will be deducted from the PA into the PRF based on Iltizam Bi Al-Tabarru' principle to provide for the Takaful coverage under this plan. The Takaful benefits payable from the PRF are guaranteed. Any arising surplus from the PRF will be distributed in a ratio of 50:50 between the eligible Participants and Takaful Operator based on Ju'alah principle. Participant's share of surplus will be credited into the PA.

3. Participants' Investment Account (PIA)

If the Participant elects to reinvest the Annual Payouts and Milestone Payouts, one hundred percent (100%) of the payout shall be credited into the PIA and will be converted into units of the Investment-linked Fund(s) of the Participant choice. The allocated units will be managed and invested by Takaful Operator based on Wakalah Bi Al-Istithmar contract. The investment profit arising from the PIA are not guaranteed by the Takaful Operator and will be based on the actual fund performance.

Note:

1. *Wakalah Bi-Al Istithmar means a contract between you and us whereby you provide the contribution to be managed by us for investment purpose. In the event of investment loss, the loss will be borne by you provided that such losses are not due to our misconduct (ta'addi), negligence (taqsir) or breach of specified terms (mukhalafah al-shurut).*
2. *Iltizam Bi Al-Tabarru' means the commitment to make Tabarru'.*
3. *Ju'alah means an agreement in which the Participant agrees to reward the Takaful Operator for its achievement or good performance in managing the PRF that leads to surplus of the fund, and with an incentive fee from PA fund for effective fund management.*
4. *Tabarru' means a donation from the portion of PA, allocated to the PRF. This is based on the concept of Iltizam Bi Al-Tabarru', which reflects the Participant's commitment to donate.*

FREQUENTLY ASKED QUESTIONS

What is Takaful?

The term 'Takaful' refers to a scheme based on brotherhood, solidarity and mutual assistance which provides for mutual financial aid and assistance to the Participants in case of need whereby the Participants mutually agree to contribute for that purpose. Each Participant agrees to contribute on the basis of Tabarru' (donation) which is pooled together to provide benefits in the event of misfortune suffered by any of its Participants.

What is the minimum and maximum entry age under this plan?

The minimum and maximum entry age (based on age next birthday) are as follows:
- Minimum: 30 days old
- Maximum: 17 years old

What is the minimum and maximum Basic Annual Contribution under this plan?

- Minimum: RM20,000
- Maximum: RM1,500,000

What are the contribution term and coverage term of this plan?

- Contribution Term : 3 Years
- Coverage Term: 15 Years

What are the options available for the payouts under this plan?

You may choose to:
- Cash out your Annual Payouts and Milestone Payouts when payable; or
- Reinvest 100% of both Annual Payouts and Milestone Payouts into the Investment-linked Funds.

For the reinvest option, you may select from the following Investment-linked Funds:

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

The payout option selected at inception is fixed and cannot be changed thereafter. Please choose your preferred option carefully which meets your needs.

How do the Education Excellence Reward and Tech Bonus benefit work?

You may receive the following benefits:

Benefit	Amount (RM)	Requirement
Education Excellence Reward	Equivalent to 1% of Basic Annual Contribution paid, capped at RM2,000 per certificate.	• SPM/STPM or equivalent international examinations (i.e. IGCSE, O-level, A-Level, International Baccalaureate (IB), Diploma Level or such equivalent examination as determined by us). • At least eighty percent (80%) "A" grades of the total subjects taken on a single examination sitting. • Only 1 claim is allowed under this benefit per certificate and shall only be claimable after the certificate has been inforce for one (1) year from the Certificate Commencement Date.
Tech Bonus (Device Reward)	Equivalent to 1% of Basic Annual Contribution paid, capped at RM2,000 per certificate.	• Reimbursement is limited to only 1 claim under this benefit. • Claims must be supported by original receipts with Participant's or Person Covered's name and valid proof of purchase by Participant or Person Covered. • This benefit shall only be claimable after the certificate has been inforce for one (1) year from the Certificate Commencement Date. • An eligible "Device" refers to a portable or non-portable electronic computing or communication device primarily designed for educational or personal use, including laptop, personal computer, desktop computer, tablet, and mobile phone. Accessory, software, warranty, subscription and peripheral device are excluded.

What are the optional riders attachable to this basic plan?

You can choose to complement your plan with the following riders (subject to additional contribution):

Rider	Brief Description	Underwriting Requirement
Term Payor Rider	A contribution paying rider that provides additional coverage on the Participant in the event that the Participant dies or suffers from TPD.	Hassle-free enrolment Sum Covered of RM500,000

Note: For further details, please refer to the Product Disclosure Sheet and Benefit Illustration or speak to the advisors.

What are the fees & charges that I should know about?

- **Wakalah Fee**

  Wakalah Fee is our administration fee that is deducted from the contributions to pay for the management expenses and direct distribution costs, including commission. The percentage of Wakalah Fee differs by certificate year as shown below:

  Basic Plan

Contribution Term	Certificate Year		
	1	2	3
3 years	13.00%	7.00%	6.00%

  Riders *(if applicable)*

  Percentage of Term Payor Rider contribution deducted for Wakalah Fee:

Contribution Term	Certificate Year	Entry Age			
		18 - 40	41- 50	51 - 58	59 – 70
3 years	1	65%	55%	50%	40%
	2	45%	40%	28%	22%
	3	40%	27%	16%	13%

- **Tabarru'**

  Tabarru' is a portion from the contribution payable that will be dripped from the PA and allocated into the PRF. The Tabarru' will be used for mutual aid and assistance among the fellow Participants. The amount of Tabarru' depends on the coverage amount, Person Covered's age, gender, occupational class and health condition. The Tabarru' rates are not guaranteed.

- **Surrender Fee**

  Basic Plan

  Surrender Fee as shown in the table below will be deducted from the PA value:

Contribution Term	Certificate Year		
	1	2	3
3 years	17.00%	4.00%	4.00%

Additional fees applicable if "Reinvest Option" is selected to accumulate the payout benefits:

- **Monthly Service Fee**

  RM8.00 will be deducted from the PIA every month. This fee is meant for maintenance and services of your certificate.

- **Partial Withdrawal Fee**

  No additional fee will be deducted from the Account Value in PIA that is withdrawn, subject to minimum withdrawal amount of RM500 and minimum Account Value of RM1,000 after withdrawal.

- **Fund Management Charge**

  The fee as shown below will be charged for the purpose of managing the fund on behalf of the Participant.

Type of Funds	Fund Management Charge (as % of the investment fund value)
HLMT i-Income Fund	1.00% per annum
HLMT i-Balanced Fund	1.25% per annum
HLMT i-Equity Fund	1.50% per annum
HLMT Makmur Fund	1.50% per annum
HLMT Maa'rof Fund	1.50% per annum
HLMT Global Shariah ESG Fund	1.50% per annum

- **Fund Switching Fee**

  No additional fees will be charged when you switch your current investment fund to other types of funds.

What are the contribution payment modes and methods?

You can pay your contributions on an annual basis via credit or debit card, auto debit, direct debit, standing instruction or e-Wallet payment.

We reserve the right to revise the fees and charges by giving the Participant 90 days written notice.

Can I know more about the Value-Added Services?

In the event of Death or TPD, a portion of the Takaful benefit payable under your certificate will be deducted and paid to the service provider appointed by us. The details of services that you may choose are listed below:

Service	Amount (RM)	Description
Badal Hajj	7,000*	Performing an obligatory Hajj (Pilgrimage to Mecca) on behalf of Muslim customers who are unable to perform Hajj by themselves due to sickness, old age or death.
Qurban	750*	Carrying out "Qurban Ibadah" on behalf of Muslim customers inclusive of purchasing and slaughtering livestock such as goat, sheep, cattle or camel.
Waqf	500	A voluntary, permanent, irrevocable dedication of a portion of one's wealth for religious or charitable purposes.

**Subject to prevailing market price in the year the service is carried out.*

What are the exclusions for Takaful First Horizons?

- No Death Benefit except the Account Value, if any, shall be payable if Death results directly or indirectly from suicide within twelve (12) months from the commencement date.
- The TPD Benefit is not payable if the TPD results directly or indirectly by self-inflicted injury while sane or insane or any condition or disability that existed prior to or at the commencement date.
- The Accidental Death/TPD Benefit is not payable if accidental Death/TPD results directly or indirectly by self-inflicted injury while sane or insane, declared or undeclared war, revolution, any warlike operations, riot and civil commotion, strikes or terrorist activities.

This list is non-exhaustive. Please refer to the Takaful Certificate and/or Supplementary Takaful Certificate for the full list of exclusions of the basic plan and selected Rider(s).

What happens if I terminate my certificate early?

You may surrender your certificate by giving a written notice to us. The balance in your PA and PIA (if "Reinvest Option" is selected) will be payable to you, less any surrender fee. However, it is not advisable to hold this certificate for a short period of time in view of the high initial costs. You will lose the benefits under your certificate and the amount payable to you may be less than the total contributions that you have paid.

Are the contributions paid for the Takaful First Horizons eligible for income tax relief?

Yes. You may qualify for a personal tax relief for the contributions paid under "Life Insurance/Takaful" up to RM3,000, subject to the final decision of the Inland Revenue Board of Malaysia.

IMPORTANT NOTES

1. This brochure provides a summary of the main features of the Takaful plan and is not to be construed as a Takaful certificate. You should read the Product Disclosure Sheet and Benefit Illustration for more information and the Takaful certificate for the complete terms and conditions of this Takaful plan. In the event of any inconsistency between this brochure and the Takaful certificate, the terms and conditions of the Takaful certificate shall prevail.

2. You should satisfy yourself that this Takaful plan will best serve your needs and that the contribution payable under the Takaful plan is an amount you can afford.

3. You should provide us with sufficient and accurate information so that appropriate advice and suitability of Takaful plan to meet your needs and circumstances can be given to you.

4. You have the right to return the Takaful certificate within a free-look period of fifteen (15) days from the delivery date of the certificate to you. The contribution that you have paid will be refunded to you.

5. You are given a grace period of 30 days from the contribution payment due date. Non-payment of contribution after the grace period may lead to early termination of your coverage. Please refer to the Takaful certificate for more details.

6. Participating in a regular contribution Family Takaful certificate is a long-term commitment. It is not advisable to hold this Takaful plan for a short period of time in view of the high initial costs.

7. If you terminate your Takaful certificate in the early years, you may get back less than the amount you have contributed.

For further information, kindly contact our friendly Hong Leong Islamic Bank Personnel today!

Underwritten by:
Hong Leong MSIG Takaful Berhad 200601018337 (738090-M)
Hong Leong MSIG Takaful Berhad is a member of Perbadanan Insurans Deposit Malaysia (PIDM).
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