



## Basic Fire Takaful

### Product Information

Please read this Product Information document before you decide to participate in our Basic Fire Takaful.

#### 1. What is Basic Fire Takaful?

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The Basic Fire Takaful provides coverage against losses or damages to your \*property including its contents, whether caused by fire or lightning.

*\*It includes:*

- *Private residential buildings at your site that can be locked up;*
- *Outbuilding including shed, garage, fence and gates;*
- *Fixtures or items that permanently installed or attached in your house such as light fixtures, built-in wardrobes, kitchen cupboards and floorboards.*

#### 2. What are the applicable Shariah concepts?

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This product applies the Shariah concepts of Tabarru' and Mudharabah.

Tabarru' means a certain portion of the contribution that the participant agrees to donate for the purpose of which is not commercial and upon occurrence of events approved by the Group Syariah Advisory Committee, thus enabling him/her to fulfill his/her obligation of mutual help and joint guarantee should any of his/her fellow participants suffer a defined loss where his/her donation is meant to help others and others' donations are meant to help him/her.

Mudharabah means a profit sharing arrangement between the participants, who provide fund in kind of contribution and IITGT who is entrusted with managing the fund for both takaful and investment activities. Under this arrangement, the profit (if any) is to be shared according to pre-determined and agreed ratio between the participants and IITGT. In essence, profit is defined as returns on the investment and surplus from the underwriting in respect of the takaful fund.

### **3. What are the additional covers/benefits available?**

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This product can be extended to cover against:

- a. Explosion due to commercial/domestic gas cylinder/pipes;
- b. Theft;
- c. Hurricane, cyclone, typhoon, windstorm;
- d. Earthquake and volcanic eruption;
- e. Impact damage – aircraft;
- f. Impact damage - road vehicle;
- g. Bursting and overflowing of water tanks apparatus or pipes;
- h. Flood;
- i. Landslide and subsidence.

***Period: The duration of cover is for one year. You need to renew the takaful policy annually.***

### **4. How much contribution do you have to pay?**

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The contribution that you have to pay annually is calculated based on sum covered and our underwriting requirements such as class type, building classification, usage of building and history of claim.

Subject to the minimum contribution of B\$50.00.

### **5. What are the applicable fees and charges?**

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#### **In addition to contribution amount**

Stamp Duty                      B\$0.25

#### **If you cancel your takaful policy**

Cancellation Fee              B\$10.00

### **6. What are the basic terms and conditions that I should be aware of?**

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#### **Your duty to tell us**

The takaful cover under your policy is based on the information you have given to us. Before you enter into a takaful contract, you have a duty to tell us fully and faithfully anything that you know, or could reasonably be expected to know, that may affect our decision to cover you and on what terms. Otherwise you may receive no benefit from your policy.

## **Takaful Contribution Warranty**

You have to pay a full takaful contribution to us or our *wakil* within sixty (60) days from the inception date of your policy. Your policy will be automatically cancelled if we or our *wakil* do not receive the contribution at the end of 60 days of the takaful contribution warranty period.

### **Amount to be covered**

You must ensure that your house is adequately covered at the appropriate amount taking into account the renovations and enhancements made to your house. The renovations or enhancements to your house must be approved by the relevant authorities.

You shall bear for any difference accordingly if at the time of loss, your house is at a greater value than the sum covered.

### **Excess**

It is an amount you have to pay towards the cost of your claim. Excess is stated on the schedule and in the policy.

### **Share of Profit**

If at the end of the period of takaful stated in your schedule of takaful there is a profit from the takaful fund the same shall be shared between the participants' fund and IITGT in accordance with the principle of Mudharabah in the proportion 50% to participants' fund and 50% to IITGT provided always that the participant has not incurred any claim or received any benefits under this product whilst it is in force.

## **7. What are the major exclusions under this product?**

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We will not cover:

- a. Loss or damage by theft during and after occurrence of fire;
- b. Fraud;
- c. Abnormal conditions;
- d. Loss or damage occasioned by cessation of work; or by confiscation, commandeering, requisition or destruction of a damage to the property by order of the Government or any Public Municipal or Local Authority;
- e. Loss or damage caused by or arising from or in consequence of or contributed to by nuclear weapons material;
- f. Subterranean fire;
- g. Own fermentation, natural heating or spontaneous combustion;
- h. Explosion;
- i. Bush/*lalang*, forest/jungle or clearing of lands by fire.

***Note: This list is non-exhaustive. Please refer to the takaful policy for the full details of exclusions under this product.***

## **8. Can you cancel your Takaful policy?**

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Yes, you can cancel your policy by giving a written notice to us. Upon cancellation, you are entitled to a pro rata refund of the contribution provided you have not made any claim.

## **9. What do you need to do if there are changes to your details?**

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It is important that you inform us of any changes in your details to ensure that all correspondences reach you in a timely manner.

## **10. What can you do if you have other queries?**

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If you require further information or need help with on Basic Fire Takaful, you can contact us at 222-3004 or 222-2232.

## **11. Are there any similar types of cover available?**

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- Houseowner Takaful

### **IMPORTANT NOTE:**

**You should read and understand this product and discuss with the *wakil* or contact us directly for more information.**

*The information provided herein is valid as at 1<sup>st</sup> January 2018.*