

**TAKAFUL AFIYAH PLAN**  
INVESTMENT AND  
PROTECTION PLAN

**HBL**

Savings turns out to be a major priority when you are the sole breadwinner of your family. As the responsibility of fulfilling everyone's dreams lies on your shoulder, it becomes necessary to ensure that your hard earned money is invested in funds that provides optimal returns to your investment.

Therefore, HBL Pakistan in collaboration with Jubilee Life Insurance Company - Window Takaful Operations brings you "Takaful Afiyah Plan" - a tailor made plan that not only helps you accumulate funds but also provides a life protection cover so that your family's future remain secure against unforeseen events such as your untimely demise.

### **What is a Family Takaful Plan?**

A Family Takaful Plan is an arrangement which rests on key Shari'ah principles of mutual cooperation, solidarity and well-being of a community.

Under a Takaful arrangement, individuals come together and contribute towards the common objective of protecting each other against financial losses by sharing the risk on the basis of mutual assistance.

### **What is Takaful?**

"Takaful" is an Arabic word which means "joint guarantee". It is a community-pooling system, based on the principles of brotherhood and mutual cooperation, where participants contribute in a common fund to help those who need it the most.

The system runs on these principles:

1. Participants pool a small amount called "Contribution" into a Waqf Fund (IFTPF), on the basis of "Tabarru", to protect themselves and each other against specified risks.
2. The Window Takaful Operator manages a Waqf Fund, called Individual Family Takaful Participants' Fund (IFTPF), with due diligence and prudence in the capacity of "Wakeel" on the basis of Wakalah.
3. The claims are paid from the IFTPF.
4. Surplus amount, if any, may be distributed among the participants as per the advice of Shariah Advisor and Appointed Actuary of the Jubilee Family Takaful.

### **Product Features**

- You have the option to cope with inflation by increasing your contribution
- Flexibility of paying contribution yearly, half-yearly, quarterly & monthly
- You can benefit from optimized returns by investing in Shariah Compliant Funds
- Facility of withdrawing investments both partially as well as completely

## Eligibility

You are eligible for Takaful Afiah Plan if you are 18 to 65 years old. The available term range is 10-57 years, which means that you can maintain the membership anywhere from 10 years to 57 years, subject to a maximum age of 75 years at maturity (depending on your needs and your age at the time of purchase of membership).

**Note:** Please contact Jubilee Family Takaful representatives at designated HBL branches who will help you develop the most suitable plan for your needs. Branch details are available on [www.hbl.com](http://www.hbl.com)

## Product Benefits

- **Maturity Benefit**  
Upon survival till the end of the chosen term of Takaful Afiah Plan, you will receive the accumulated cash value of your fund as a lump sum.
- **Death Benefit**  
In the unfortunate case of death, your nominated beneficiaries will receive the sum covered or the accumulated cash value of your funds (whichever is higher). This plan offers you an ability to select your protection needs. Protection amount can be between 5-25 times your annual basic contribution depending upon underwriting outcomes.
- **Top-up Contribution**  
You may have extra funds available with you at any stage. You can top up your regular investments under this plan by making Top-up contribution payments. These contributions would be invested in the Participant Investment Account at the then prevailing offer price.

## Optional Benefits

The flexibility of the plan gives you the opportunity to select additional optional riders:

- **Accidental Death Supplementary Takaful Benefit**  
An amount in addition to the basic plan death benefit will be paid to the beneficiary or beneficiaries chosen by you in case of accidental death.
- **Accidental Death or Dismemberment Supplementary Takaful Benefit**  
This Supplementary Benefit pays out in case of death or dismemberment, paying out complete or partial benefits depending on severity of the dismemberment.
- **Critical Illness Supplementary Takaful Benefit**  
This Supplementary Benefit advances the benefit covered under basic plan in case of diagnosis of one of eighteen Specified Critical Illnesses.

- Permanent Total Disability Supplementary Takaful Benefit**  
 This Supplementary Benefit advances the benefit covered under basic plan in case of permanent and total disability.
- Waiver of Contribution Supplementary Takaful Benefit**  
 Your contribution from the next contribution due date will be paid by Jubilee Family Takaful, should you suffer an illness and disability and are not able to follow your own occupation or any other occupation suited by your knowledge, training or education/qualification for at least 6 months.
- Jubilee MediPal Supplementary Takaful Benefit**  
 This benefit provides financial protection in case of illness or accident that leads to hospitalization with coverage up to the annual limit of PKR 250,000 for in-patient expenses incurred by the life covered. Furthermore, the life covered can also select MediPal for his/her spouse. The member will have the advantage of obtaining quality medical care services coupled with a Private Room at any of the approved hospitals without having to pay anything.

For further details, please refer to the separate leaflet of Jubilee Medipal Supplementary Takaful Benefit.

### Contribution Payments

A breakdown of the minimum contribution payments that can be made is given below:

Frequency	Minimum Amount
Annual	PKR 250,000
Semi-Annual	PKR 125,000
Quarterly	PKR 62,500
Monthly	PKR 20,834

### Contribution Allocation

The contribution allocated to Participant Investment Account is provided in the table below:

Membership Year	Allocation %
Year 1	45%
Year 2	80%
Year 3	85%
Year 4 to Year 5	95%
Year 6 & Onwards	98%

Top Up Contribution: 95%

## Shariah Compliant Funds

Shariah Compliant Funds comprise of investments in Shariah compliant instruments such as Islamic Equities, Sukuk, Islamic Term Certificates, Islamic Mutual Funds, placement with Islamic Banking Institutions (IBIs) etc. These funds do not contain in any way the element of Riba (Interest), Qimar (Gambling) and Gharar (Uncertainty).

## Our Shariah Advisor

All business operations and products of the Window Takaful Operations are approved and supervised by its independent Shariah Advisor, who is an eminent and renowned Shariah Scholar. An in-house Shariah Compliance Department supervises the implementation of promulgated Shariah Rulings & Guidelines pertaining to different operational and investment related issues. An external Shariah Audit further certifies Shariah Compliance of the Window Takaful Operator.

## How will Jubilee Family Takaful manage my funds?

Your allocated contributions will be invested in the shariah compliant fund(s) of your choice.

- **Managed Takaful Fund**  
The Managed Takaful Fund focuses on providing steady returns on investments with a balanced portfolio of a wide range of Shariah Compliant Instruments.
- **Capital Growth Takaful Fund**  
The Capital Growth Takaful Fund focuses on aggressive growth of your cash value. The fund aims at maximizing returns for the Participants by investment in a diverse portfolio of Shariah Compliant Investment Instruments.

These funds are managed by expert investment managers under the guidance of the Shariah Advisor to ensure optimized returns with manageable risk exposure under strict Shariah Compliance.

Your contributions will earn investment returns during the term of the plan. At the end of the chosen term, you will receive your accumulated cash value as a lump sum.

You may switch your cash value between one or both of these funds, at any time, as per your liking. No Switching Fee is applicable if four or fewer switches are made in a membership year.

**Note:** Unit prices of Jubilee Family Takaful Funds are published in leading dailies regularly and on Jubilee Family Takaful website: [www.jubileefamilytakaful.com](http://www.jubileefamilytakaful.com)

## Can I withdraw funds from this plan when I need them?

- **Partial Withdrawal**  
The funds that have been contributed by yourself in the form of Contributions (Regular, as well as Top-Up), along with the accumulated amount over time

under this plan, can be withdrawn at any time, barring first membership year. This may be subject to a minimum amount withdrawn and a minimum amount of cash value remaining after the withdrawal. Despite partial withdrawals, you will continue to receive the Takaful cover although your sum covered may be reduced by the amount of partial withdrawals.

- **Full Plan Surrender**

You have an option to surrender your plan at any time, at time of surrender you will be paid in full the cash value of your fund. However, surrender in early membership years may result in lower cash value.

## Combating Inflation

In order to combat inflation, you have an option to select indexation in your membership. Selection of this option will increase your contribution automatically each year by a limit specified by the Window Takaful Operator.

However, you retain the right to cancel the indexation if you wish.

## What are the fees applicable on the Takaful Afiyah Plan?

The following fees will be applicable on the Takaful Afiyah Plan:

Wakalah Fees (Comprising of) *	
Allocation Fee	Amount of Regular Basic Contributions not allocated to the PIA.
Investment Management Fee	1.5% p.a. of the Net Asset Value in PIA.
Admin Fee	Rs. 185 per month.
<u>Takaful Contribution</u>	Takaful contribution shall be deducted as filed with the SECP from PIA and credited to IFTPF for the benefit covered to be paid from IFTPF.
<u>Wakalah Fee From IFTPF</u>	<ul style="list-style-type: none"> <li>• 25% of each Takaful Contribution for Benefits covered under Participants Membership Document.</li> <li>• 40% of each Takaful Contribution for Benefit Covered under the Supplementary Takaful Benefit documents.</li> </ul>
Switching Fee	Rs. 500 per Switch if more than four (4) are availed in a Membership Year
<u>Mudarib Share</u>	The Window Takaful operator (Mudarib) will be entitled to 40% of the Investment Income earned by IFTPF (Rabb ul Maal) on the basis of Mudarabah

\*Reviewable by the Window Takaful Operator.

## Surplus Sharing

Takaful Afiyah Plan not only provides sharing of risks, but also offers Surplus sharing, a unique feature provided to the participants. By contributing an amount (Donation) as Tabarru, the participant is entitled to possible Surplus sharing from the Waqf Fund. If at the end of the stated period, any excess amount is left after paying off claims and other costs, it is utilized for the following purposes:

1. A portion of the fund would be set aside to strengthen the Waqf Fund for future excessive claims;
2. Remaining surplus may be distributed among the participants, on a fair and equitable basis.

In any case the Surplus would not belong to the Window Takaful Operator and would always be used for the benefit of the Pool/or the public at large.

## Free Look Period

Takaful Afiyah Plan offers a free look period of 14 days during which you can review your plan's terms and conditions and cancel membership. Contribution will be refunded on receipt of written request within 14 days of the issue date of this membership.

Expenses incurred on medical or financial examination(s), if any, and any Takaful Contributions paid by the Member into the IFTPF, may be deducted.

## What are the risks associated with investment in the units of Takaful Afiyah Plan?

- Depending on market risk and the performance of the fund, the value of units may fall, rise or remain unchanged.
- The past performance of fund is not necessarily indicative of future performance of any of these funds.

## Disclaimers

- This product is underwritten by Jubilee Life Insurance Company Limited - Window Takaful Operations. It is not guaranteed or covered by HBL Pakistan or its affiliates and is not a product of the Bank.
- The past performance of Jubilee Life Insurance Company Limited - Window Takaful Operations funds is not necessarily a guide to future performance. Any forecast made is not necessarily indicative of future or likely performance of the funds and neither Window Takaful Operator nor HBL Pakistan will incur any liability for the same.
- A personalized illustration of benefits will be provided to you by a Takaful Consultant. Please refer to the notes in the illustration for detailed understanding of the various terms and conditions.
- Please refer to the Participant Membership Document (PMD) for detailed

understanding of the various terms and conditions.

- Supplementary Takaful Benefits may be available if the life covered is aged 55 years or less (except for MediPal), nearest birthday at the time of issuance.
- HBL Pakistan is acting as a distributor on behalf of Jubilee Life Insurance Company Limited - Window Takaful Operations and is not and shall not be held responsible in any manner whatsoever to any person, including but not limited to the covered customer(s), beneficiary(ies) or any third party.
- Jubilee Life Insurance Company Limited - Window Takaful Operations is the underwriter and provider of this Takaful cover on behalf of the IFTPF and shall be responsible for settlement of claims on behalf of the IFTPF to the covered customer(s) or beneficiary(ies).
- The investment risk shall be borne by the participant and actual maturity or surrender values may be lower or higher than the projected figures.
- Please refer to Jubilee Life Insurance Company Limited - Window Takaful Operations web site for target asset mix of the underlying fund:  
(<http://jubileefamilytakaful.com/jubilee-family-takaful-funds/investors-outlook/> )

### Contact Details

In case of complaint or for further details, you may contact:

#### **JUBILEE LIFE INSURANCE COMPANY LIMITED**

Window Takaful Operations  
74/1-A, Lalazar, M.T. Khan Road,  
Karachi-74000, Pakistan

Phone: (021) 35205095  
Fax: (021) 35610959  
UAN: (021) 111-111-554  
SMS: "JUBILEELIFE" to 8398  
E-mail: [info@jubileelife.com](mailto:info@jubileelife.com),  
[complaints@jubileelife.com](mailto:complaints@jubileelife.com)  
Website: [www.jubileefamilytakaful.com](http://www.jubileefamilytakaful.com)

#### **Habib Bank Limited**

UAN: 111-111-425  
[www.hbl.com](http://www.hbl.com)



# **CERTIFICATE OF SHARIAH COMPLIANCE**

## **FOR JUBILEE LIFE INSURANCE COMPANY LTD - WINDOW TAKAFUL OPERATIONS**

In the capacity of Shariah Advisor of Jubilee Life Insurance Company Ltd - Window Takaful Operations, I hereby certify that I have reviewed the structure of **Jubilee Family Takaful's Takaful Afiyah Plan** which is based on the Wakalah-Waqf Takaful Model. I have examined all relevant processes and documents including the Participant's Membership Document. In addition, I have also reviewed in detail and perform continuous monitoring of the investments with regard to all Family Takaful Funds.

Based on the Shariah rulings and to the best of my knowledge and belief, the **Jubilee Family Takaful's Takaful Afiyah Plan** of Jubilee Life Insurance Company Ltd - Window Takaful Operations, investments of all Takaful Funds, relevant documents and processes are fully compliant from all aspects of Shariah.

In my opinion, it is permissible from Shariah point of view to obtain Membership in this product, participate in the Waqf Fund and benefit from it.



**Mufti Zeeshan Abdul Aziz**  
Shariah Advisor

