

Product Fact Sheet for Reducing Term Assurance

What is this product about?

Reducing Term Assurance is a single premium non-participating reducing term assurance plan which provides death and Total and Permanent Disability (TPD) coverage. In the event of death or if you, as a Life Assured, suffer from TPD during the coverage period, the reducing sum assured will be payable to AmBank (M) Berhad ("Policy Owner") to offset against the outstanding business loan. Benefit in excess of liability to the Policy Owner, if any, will be paid to the business entity ("Borrower") which has taken a loan facility with Policy Owner.

What are the covers/benefits provided?

Reducing Term Assurance covers:

- **Death**

Upon death of the Life Assured, the reducing sum assured will be payable in one lump sum by reference to the Sales Illustration or the Table of Reducing Sum Assured in the Certificate of Assurance ("Certificate").

Once the Death Benefit has been paid, the Certificate will be terminated and have no further value. Any outstanding debt on the Certificate at the time of settlement shall be deducted from the proceeds payable under the Certificate.

The full terms and conditions are set out in the master contract.

- **Total and Permanent Disability (TPD)**

Upon TPD of the Life Assured, the reducing sum assured will be payable in one lump sum by reference to the Sales Illustration or the Table of Reducing Sum Assured in the Certificate.

The total TPD Benefit payable under the Certificate is subject to the combined limit of RM2,000,000 under all the insurance policies covering TPD which the Life Assured has with AmMetLife Insurance Berhad.

In the event the TPD Benefit payable under the Certificate and all in force policies exceed limit of RM2,000,000, only RM2,000,000 will be payable in one lump sum. The TPD Benefit shall cease on the disability commencement date of the approved TPD claim. The Certificate shall continue in force with Death Benefit until the Expiry Date.

The reducing sum assured at the disability commencement date of the approved TPD claim, after deducting the actual amount of TPD Benefit paid under the Certificate will be payable in one lump sum upon death of the Life Assured.

The TPD Benefit will be automatically terminated on the anniversary immediately following the attained age of sixty-fifth (65th) birthday of the Life Assured or the end of duration of coverage, whichever is earlier.

Any outstanding debt on the Certificate at the time of settlement shall be deducted from the proceeds payable under the Certificate.

The full terms and conditions are set out in the master contract.

Duration: Up to premature death, TPD, surrender or term of the Certificate, whichever is earlier.

Am I eligible for Reducing Term Assurance?

Reducing Term Assurance is available to individuals from age 18 years to 65 years (next birthday) only.

How much Sum Assured can I purchase?

The minimum Sum Assured* for **Reducing Term Assurance** is RM1,000. Any application is subject to the Company's underwriting requirement and loan amount.

** This is the initial sum assured for Death and TPD Benefit. The sum assured will be reduced throughout the coverage term. The reducing sum assured for Death or TPD Benefit at the end of each certificate year is provided in the Sales Illustration.*

How much premium do I have to pay?

The total premium that you and/or the Borrower have to pay and the terms and conditions relating to your Certificate may vary depending on underwriting requirements of AmMetLife Insurance Berhad.

What are the fees and charges that I have to pay?

Commission: 10% of single premium which forms part of the premium.

What are some of the key terms and conditions that I should be aware of?

- You and/or the Borrower should satisfy yourself that this plan will best serve your needs and that the premium payable under the Certificate is an amount you and/or the Borrower can afford.
- Importance of disclosure - you and/or the Borrower must disclose all material facts such as medical conditions, and state your age correctly.
- You and/or the Borrower must complete the proposal form accurately. If you and/or the Borrower fail to disclose or wrongly disclose any material information:
 - i) Premium and benefit amount may be affected; or
 - ii) The Certificate may be cancelled and all premium less medical expenses, claims and any indebtedness will be refunded to you without interest.
- If you and/or the Borrower switch to another insurer or transfer from one policy to another, you and/or the Borrower may be subject to the new terms and conditions of the new policy or the new insurer.
- Cooling-off period – You and/or the Borrower may return the Certificate to AmMetLife Insurance Berhad for cancellation provided such request for cancellation is delivered by the Life Assured to AmMetLife Insurance Berhad within fifteen (15) days from the date of receiving the Certificate. You and/or the Borrower is entitled to the return of the full premium paid less any medical expenses we have incurred (if any). No interest is payable on the amount refunded.
- You and/or the Borrower or your representative must notify AmMetLife Insurance Berhad as soon as possible after a claim event. You may visit ammethlife.com for the detailed claim procedure.

Note: This list is non-exhaustive. Please refer to the master contract for the terms and conditions under this plan.

What are the major exclusions under the Certificate?

- The Certificate shall not cover death due from:
 - i) Suicide within one (1) year of coverage from the Effective Date; or
 - ii) Death as a result of illness or disability sustained prior to the Effective Date.
- TPD shall not cover any disabilities caused directly or indirectly, wholly or partly by any of the following occurrences:
 - i) Self-inflicted injury or any attempt thereat while sane or insane; or
 - ii) While under the influence of drugs or intoxicating liquor unless under the prescription by physician; or
 - iii) TPD as a result of illness or disability sustained prior to the Effective Date.

Can I cancel my Certificate?

- You and/or the Borrower may cancel the Certificate after the fifteen (15) days cooling off period (also known as the "free look period"), the Borrower is entitled to receive the cash surrender value (if any) subject to the Policy Owner's approval.
- The cash amount that we will pay to the Borrower when you and/or the Borrower cancel the Certificate after the cooling off period and before the maturity period will be less than the total amount of premium the Borrower has paid.
- If the loan is settled before expiry of the loan term, there are 2 options available:
 - i) You and/or the Borrower may cancel the Certificate and the cash surrender value (if any) will be payable to the Borrower, subject to AmMetLife Insurance Berhad receiving a written notice from you and/or the Borrower and a valid discharge from the Policy Owner; or
 - ii) The Certificate may be assigned to you subject to AmMetLife Insurance Berhad receiving a written notice from the Borrower and receiving a written notice of a valid discharge from the Policy Owner. In the event of claim, payment is made to you or your nominee.

What do I need to do if there are changes to my contact details?

It is important that you inform us of any change in your contact details (including that of the Borrower) to ensure that all correspondences reach you and/or the Borrower in a timely manner.

Where can I get further information?

Should you require additional information about life insurance, please refer to the relevant *insuranceinfo* booklet, available on www.insuranceinfo.com.my.

If you have any inquiries, please contact us at:

Customer Care Centre
AmMetLife Insurance Berhad
Level 6, Menara 1 Sentrum,
No. 201, Jalan Tun Sambanthan,
50470 Kuala Lumpur.

Tel : 1 300 88 8800
E-Mail : customercare@ammetlife.com
Homepage : ammetlife.com

Other similar types of cover available

Please ask AmMetLife Insurance Berhad/AmBank (M) Berhad for other similar types of plans offered by AmMetLife Insurance Berhad.

IMPORTANT NOTE:

BUYING LIFE INSURANCE POLICY IS A LONG-TERM FINANCIAL COMMITMENT. YOU MUST CHOOSE THE TYPE OF POLICY THAT BEST SUITS YOUR PERSONAL CIRCUMSTANCES. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE BANK SALES REPRESENTATIVE OR CONTACT THE INSURANCE COMPANY DIRECTLY FOR MORE INFORMATION.

Disclaimer:

The information, statement and/or description contained herein are strictly meant to be general information for quick reference and illustration purposes only and are not to be construed as a contract of insurance.

You are advised to refer to the master contract and Certificate for details on important features of the Plan that you have purchased.

This product fact sheet is for general information only. It is not a contract of insurance. You are advised to refer to the Product Disclosure Sheet, Sales Illustration and relevant insuranceinfo booklet for details of important features, benefits and exclusions of the plan before purchasing the plan.

If you need further information, you may refer to our sales representative or call us at 1300 88 8800 or visit our website. In the event of any inconsistencies between the Bahasa Malaysia or other language versions and the English version of this document, the English wordings shall prevail.

AmMetLife Insurance Berhad is licensed under the Financial Services Act 2013 and regulated by Bank Negara Malaysia.