

# Secure your child's educational future today



## EduSecure

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# EduSecure

## Safeguard Your Child's Education Future With EduSecure

EduSecure is specially designed for parents like you to build up your child's education fund progressively.



**‘Education is our passport to the future, for tomorrow belongs to those who prepare it today.’ - Malcolm X.**







Children are our future. Their better tomorrow begins today. It starts with parents being able to provide the right education to help dreams come true.

A good education is both pricey and priceless, hence early preparation for the required funds is an absolute necessity for all parents.

EduSecure is a regular premium endowment plan which comprises of both non-participating (EduSecure Basic) and investment-linked (EduSecure Saver) elements where 70% of the premiums paid for the basic plan are channelled to EduSecure Basic while the remaining 30% goes towards EduSecure Saver. The premiums allocated to EduSecure Saver are invested in your preferred fund(s) to generate potentially better investment returns to boost the education funds.

In addition, EduSecure offers life insurance coverage for both you and your child. Should something unexpected happen to you, the education fund under this plan will not be affected. When your child reaches education milestone ages, EduRewards come into effect. Cash payout from EduRewards can help to pay for tuition fees, enrichment courses or even act as pocket money. At maturity, EduRewards Plus can be used to mark a graduation celebration. Why wait? Time is on your side. Use it to your child's educational advantage with EduSecure.

## Key Features

 <p>Coverage for Death or Total and Permanent Disability (TPD)</p>	 <p>EduRewards</p>	 <p>EduRewards Plus (Maturity Benefit)</p>
 <p>Potential Returns from Investment-linked Funds</p>	 <p>Coverage for Payer</p>	 <p>Conversion Privilege at Maturity</p>

*Terms and conditions apply.*



## Benefits

### Coverage For Death or Total and Permanent Disability (TPD)

In the unfortunate event of Death or TPD<sup>1</sup> of the child (Life Assured), whichever occurs earlier during the policy term, the following will be payable after deducting any indebtedness:



The higher amount of:

- Total premium paid for EduSecure Basic without interest (excluding any loading); or
- 100% of the Basic Sum Assured

+

Account Value

### EduRewards

While the policy is in-force, EduRewards which is a guaranteed cash payment equivalent to 30% of the Basic Sum Assured less any indebtedness, will be payable on the policy anniversary where the Life Assured age next birthday is 18, 19, 20 and 21 respectively.

You have the following choices:



1 Receive the EduRewards when it is due.

or

2 Re-invest the EduRewards into your chosen investment-linked funds.

### EduRewards Plus (Maturity Benefit)

Upon maturity, EduRewards Plus equivalent to 30% of the Basic Sum Assured plus Account Value (if any), less any indebtedness, will be payable as maturity benefit.



#### Notes:

1. Death Benefit is subject to Juvenile Lien.
2. Account Value is equivalent to the number of units under the policy multiplied by the Bid/Net Asset Value (NAV) Price on the relevant valuation date.

## Benefits



### Potential Returns From Investment-linked Funds

Account Value is formed by investing the following sources into your preferred investment-linked funds:

- a. Premiums paid for EduSecure Saver<sup>2</sup> ; and
- b. 100% of the EduRewards (if you have choose to re-invest the EduRewards into your chosen investment-linked funds); and
- c. Investment Top-Up Premium<sup>2</sup> (if any).

This investment element can potentially boost your child's education funds.



### Coverage For Payer

- a. Payer Benefit Rider (Compulsory)

Payer Benefit Rider is made mandatory under this plan for you to enjoy the education tax relief (subject to approval by the Inland Revenue Board). This rider will waive the future premiums in the event of Death or TPD of the Payer, or if the Payer is diagnosed with one of the 36 Critical Illnesses during the basic premium paying term. With this, you will have peace of mind knowing that your child's education remains uninterrupted.

- b. Term Rider – Payer (Optional)

You may opt to attach a Term Rider - Payer which provides coverage against Death or TPD for the Payer during the basic premium paying term, up to 100% of the Basic Sum Assured. The benefit payable can be served as a compassionate allowance to your next of kin.



### Conversion Privilege At Maturity

Upon maturity, your child has the privilege to purchase a regular premium protection plan which covers Death or TPD for the same or lower Basic Sum Assured without any medical underwriting. This option must be exercised within 90 days before or after the maturity date.<sup>3</sup>

<sup>1</sup> TPD Benefit will be payable after 6 months from the date of diagnosis.

<sup>2</sup> Only 95% will be allocated to purchase fund units. The remaining 5% unallocated portion will be used to meet company expenses and direct distribution costs including commissions payable to your agent.

<sup>3</sup> Subject to terms and conditions and the Company's discretion from time to time.

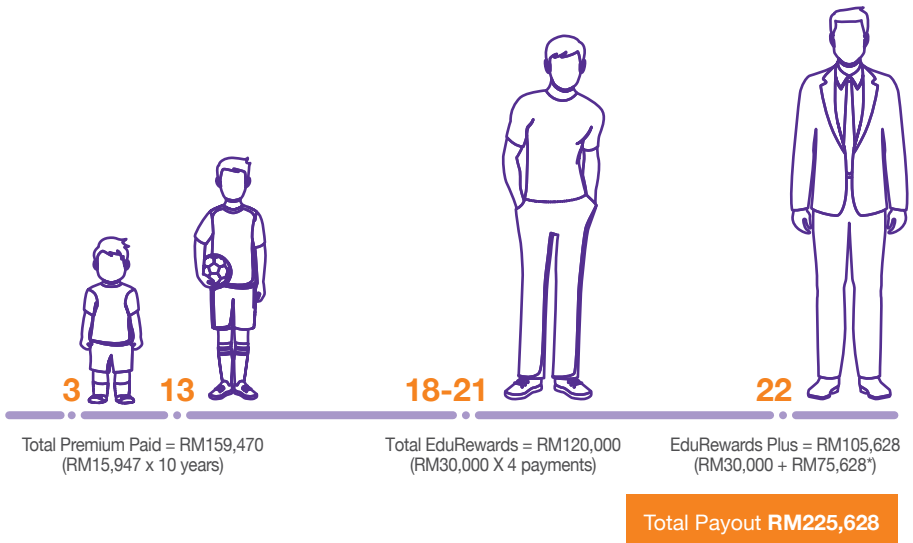
Note: The product features above are not exhaustive. Please refer to the policy contract for more details.

## EduRewards & EduRewards Plus

### How does it work?

#### ILLUSTRATION 1:

Mr. A, aged 30, purchased the EduSecure policy for his son who is aged 3 with a Basic Sum Assured of RM100,000. He has selected a 10-year premium term with an annual premium of RM15,947 for the basic policy (excluding rider premium). The following diagram illustrates the cash flow for Mr.A's policy:

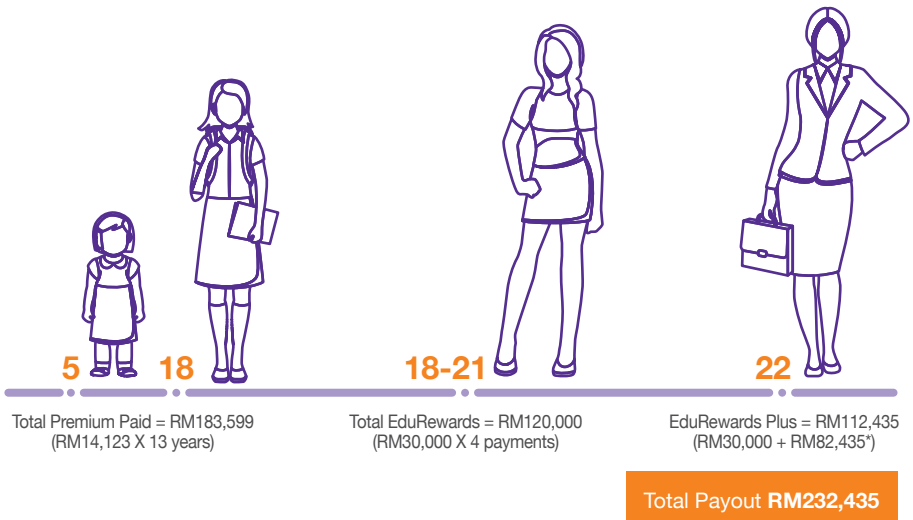


*\*This is the Account Value based on a projection rate of 5% p.a with selection of 100% Equity Fund. Based on a projection rate of 2% p.a, the Account Value is RM49,440 for Illustration 1.*

## EduRewards & EduRewards Plus

### ILLUSTRATION 2:

Mrs. B, aged 40, purchased the EduSecure policy for her daughter who is aged 5 with a Basic Sum Assured of RM100,000. She has opted to pay premiums until her daughter is aged 18 with an annual premium of RM14,123 for the basic policy (excluding rider premium). The following diagram illustrates the cash flow for Mrs. B's policy:



*\*This is the Account Value based on a projection rate of 5% p.a with selection of 100% Equity Fund. Based on a projection rate of 2% p.a, the Account Value is RM59,310 for Illustration 2.*

*Notes: The term "age" mentioned above shall refer to age next birthday. In both illustrations, the option which is selected for the EduRewards is to receive the EduRewards when it is due. The above illustrations are subject to terms and conditions.*

## Eligibility & Requirements

### Entry Age (age next birthday)

Minimum	Maximum
30 days old	8 years old for premium term of 10 years  12 years old for premium term up to the commencement of the first EduRewards payout

### Coverage Period

(age next birthday)

Policy matures when your child reaches 22 years old.

### Premium Term

(age next birthday)

Option 1:

10 years [subject to maximum entry age of 8 years old]

OR

Option 2:

Pay premium throughout the policy term up to the commencement of the first EduRewards payout.

### Basic Sum Assured

Minimum	Maximum
RM10,000	Subject to underwriting

### Investment

#### Top-Up Premium (Optional)

Minimum: RM100 (in multiples of RM100)



## Fees & Charges

# 1

### Fund Switching Fee

No fee chargeable

# 2

### Top-Up Fee

No fee chargeable

# 3

### Withdrawal of Account Value

No fee chargeable

Minimum Withdrawal Amount	RM250
Minimum Account Value Balance after Withdrawal	RM1,000

# 4

### Fund Management Charges (FMC)

Type of Funds	Fund Management Charges
MCIS Life Equity Fund	1.40% p.a.
MCIS Life Jati Fund	1.35% p.a.
MCIS Life Balanced Fund	1.25% p.a.
MCIS Life Dividend Fund	1.50% p.a.
MCIS Life AsiaPac Fund	0.85% p.a.
MCIS Life Global Yakin Fund	0.85% p.a.
MCIS Life Income Fund	0.50% p.a.
MCIS Life Titan Fund	0.85% p.a.

Notes:

1. The FMC are not guaranteed, and the Company reserves the right to revise these charges by giving you three (3) months written notice.
2. This is not a Shariah-compliant product. However, MCIS Life Jati Fund, MCIS Life Titan Fund and MCIS Life Global Yakin Fund invest in Shariah-approved securities.
3. For more information about the funds mentioned above, kindly refer to the Fund Fact Sheet.

Note: The Company reserves the right to revise the charges above by giving you three (3) months prior written notice.

## Your Questions Answered

### **1** What is EduSecure?

EduSecure is a regular premium endowment plan which comprises of both non-participating (EduSecure Basic) and investment-linked (EduSecure Saver) elements where 70% of the premiums paid for the basic plan are channelled to EduSecure Basic while the remaining 30% goes towards EduSecure Saver. This plan is specially designed to support your child's education planning. This plan provides EduRewards during the general ages of pursuing higher education to reduce the financial burden of tuition fees payment. The investment-linked portion is meant to generate potential investment returns to boost the education funds. You may withdraw the Account Value whenever you need or top-up the investment account when you have extra money. This plan also provides coverage for Death or Total and Permanent Disability (TPD) for your child. Upon maturity, you will receive the EduRewards Plus as a reward for your child's graduation. Besides that, your child also has the privilege to convert the policy into another protection plan for the same or lower Sum Assured without any medical underwriting.

### **2** Can I add other coverage to EduSecure?

Payer Benefit Rider is the mandatory rider for this plan. On top of that, you have the option to attach a Term Rider – Payer which provides you (payer) Death or TPD coverage during the rider term. The entry age range for the Payer is from 18 years old (next birthday) to 60 years old (next birthday). Please speak to our agents for more details on these riders.

### **3** How do I know the unit price of my funds?

You can keep track of your unit prices via [www.mcis.my](http://www.mcis.my).

### **4** What are the options for Premium Payment Frequency?

You can choose to pay your premiums yearly, half-yearly, quarterly or monthly.

## 5

### Can I surrender my policy?

Yes. You can surrender the policy any time subject to a surrender charge on the guaranteed surrender value from EduSecure Basic as shown below:

Number of Policy Month Premium Paid	Surrender Charge (Percentage of Guaranteed Surrender Value)
Less than 37 months	100%
37-72 months	80%
73-108 months	50%
109 months and above	20%

A guaranteed surrender value from EduSecure Basic less surrender charge (as stated in the table above) and Account Value (if any) will be payable upon surrender.

## 6

### What are the restrictions and exclusions for EduSecure?

- a. The policy shall not cover any death caused directly or indirectly, wholly or partly, if the Life Assured dies by duelling, self-inflicted injuries or suicide, whether sane or insane within thirteen (13) months from the Issue Date or date of reinstatement, whichever is later.
- b. The policy shall not cover any Total and Permanent Disability (TPD) caused directly or indirectly, wholly or partly by: attempted self-destruction or self-inflicted injuries while sane or insane; military or naval service in time of declared or undeclared war or while under orders for warlike operation or restoration of public order.

*Note: The above list is not exhaustive.*

*Please refer to the policy contract for further details of the exclusions.*

## Important Notes

1. This brochure provides a brief description of the insurance product and shall not be construed as a contract of insurance. Please refer to the policy contract for further information and specific details as the exclusions and limitations highlighted in this brochure are not exhaustive.
2. You are advised to refer to your Sales Illustration for further information.
3. Please read and understand the Product Disclosure Sheet of this product.
4. You should satisfy yourself that this plan will best serve your needs and that the premiums payable under the policy is an amount you can afford.
5. You are entitled to a 15-day free-look period from the date of receipt of the policy. During this 15 days period, if you decide to cancel the policy, the Company will refund to you the premium paid for EduSecure Basic without interest, any unallocated premium of EduSecure Saver and Account Value (if any) based on the Bid/Net Asset Value (NAV) Price on the next valuation date immediately after the Company receive the cancellation request less any medical expenses incurred.
6. The cessation of premium payment before the premium paying term may lead to an early termination of your coverage.
7. If you terminate your policy in the early years, you may get back less than the total amount that you have paid.
8. Please note that buying a regular premium life policy is a long-term commitment and it is not advisable to hold the policy for a short period of time in view of the high initial costs.
9. The policy will not have any guaranteed surrender value from EduSecure Basic until 37 months of premiums have been paid in full.
10. Grace period is 30 days for monthly payment frequency and 45 days for yearly, half-yearly and quarterly payment frequency. If any premium remains unpaid at the end of its grace period, the policy shall lapse and have no further value except as may be provided under the Automatic Non-Forfeiture Provisions in the policy contract. The premium due and unpaid during the grace period will be a debt under the policy.
11. You will decide the investment-linked fund of your choice and the related investment risks will be borne by you.
12. **This is an insurance product that is tied to the performance of the underlying assets and is not a pure investment product such as unit trusts.**
13. Unit values will be based on actual performances of the investment-linked funds and it is not guaranteed.
14. Past performance of a fund may not be a reliable guide for future performances, which may be different.
15. Should you require additional information about life insurance, please refer to relevant *insuranceinfo* booklet. You can obtain a copy from the insurance agent or visit **[www.insuranceinfo.com.my](http://www.insuranceinfo.com.my)**.
16. The premium paid for this plan may qualify you for a personal tax relief, subject to the final decision of the Inland Revenue Board of Malaysia.
17. In the event of conflict of interpretation between English and other languages or ambiguity arising out of the translation to other languages, the English text and its interpretation shall prevail.

Contact our Customer Service Representative today to sign up.

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#### MCIS INSURANCE BERHAD

MCIS Insurance Berhad is a member of Perbadanan Insurans Deposit Malaysia (PIDM). As a member of PIDM, some of the benefits insured under the insurance policies offered by MCIS Insurance Berhad are protected against loss of part or all of insurance benefits by PIDM, in the unlikely event of an insurer member failure. For further details of the protection limits and the scope of coverage, please obtain a PIDM information brochure from MCIS Insurance Berhad or visit PIDM website ([www.pidm.com.my](http://www.pidm.com.my)) or call PIDM toll free line (1-800-88-1266).

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