

Payment Protection Insurance

Payment Protection Insurance (PPI) covers your outstanding loan / finance in the event of any unforeseen circumstances relating to Death due to any cause of the borrower, subject to the PPI T&C. This benefit is NOT compulsory for new loans and you do not have to apply for it if you do not want to. Your decision whether or not to take up PPI cover has no bearing on your Personal Loan / Finance application.

The PPI cover is provided by Medgulf Takaful B.S.C (c). Standard Chartered Bank (the “Bank”) has no liability whatsoever to you with regards to this benefit. The Terms and Conditions below are a summary of the principal provisions of the Master Policy of Group Credit Life Takaful issued by Medgulf Takaful B.S.C (c). We request you to go through the Cover details in order to understand thoroughly the extent and terms of the Takaful Cover offered.

SCHEME HIGHLIGHTS

- Protected against death
- Freelook period of 14 days
- Easy enrolment
- No requirement for a medical certificate
- Low one time rate on the total amount of your Personal Finance.

SUMMARY OF POLICY CONDITONS

1. The PPI cover is an optional benefit provided along with Personal Loan / Finance. The customer’s decision to opt in or not has no bearing on the Personal Loan / Finance application
2. Low one time rate will be applied and the insurance premium will be added to your loan / finance amount and amortized over the life of the loan / finance.
3. To qualify for cover under the policy, the Protected Person should be older than 18 and younger than 65 years. Coverage under this policy for Death ceases when the Participant attains the age of 65 years
4. There is a freelook period of 14 days from the date of receipt of this cover
5. Death Benefit cover is applicable worldwide
6. Death covers apply to any cause except those expressly excluded in terms of the policy of the Good Health Declaration in the Personal Loan / Finance application form
7. Death benefit payable under this policy shall be paid against the Protect Person’s total outstanding balance on his Personal Loan / Finance at the end of the month with the Bank
8. The Bank reserves the right, at any time, to change the terms, conditions, rates and/or reject, discontinue or cancel the applicable Takaful Cover without assigning any reason
9. The Protected Person should be a resident in the Kingdom of Bahrain at the time of sourcing the policy. Any Protected Person shall be covered even in an instance where the Event of Claim occurred outside the Kingdom of Bahrain.

SCOPE OF COVER

Death Benefit

If a Protected Person dies due to sickness or accident, the Takaful Company will, upon receipt of due proof in writing of the death of the Protected Person, pay the amount of the Takaful Cover Benefit to the Bank.

The Takaful Cover Benefit, at any time before the maturity date of the Personal Finance, shall be equal to 100% of the Outstanding Balance of the Personal Finance as at the date of death, according to the amortization schedule set in force on the Entry Date.

If the date of death corresponds to the due date of one installment, it is considered that this installment is not yet paid. The Takaful Company cannot be liable for more than the Outstanding Balance of the Personal Finance defined in the Personal Finance defined in the Personal Finance documentations/agreement(s) in force when the Personal Finance was executed, irrespective of possible changes brought to the installments later.

SUMMARY OF POLICY EXCLUSIONS

1. Attempted suicide or any act of intentional self injury whilst sane or insane;
2. Taking part in a criminal act;
3. Sexually transmissible diseases, AIDS or the presence of any human immunodeficiency virus or any antibodies to such virus limited to:
 - a. sexually transmissible diseases due to illegal relationship
 - b. sexually transmissible diseases due to illegal blood transfusion
 - c. AIDS due to drug taking

4. Radioactivity and nuclear reactions:

In no event will this Takaful agreement provides coverage for loss, damage, cost or expense directly or indirectly caused by, contributed to by, resulting from, or arising out of or in connection with biological, chemical, or nuclear explosion, pollution, contamination and/or fire following thereon, and release of weapon of mass destruction that do not involve an explosive sequence.

Also excluded hereon is any loss or expense of whatsoever nature directly or indirectly caused by, resulting from or in connection with any action taken in controlling, preventing, or suppressing any, or all, of the above. In the event any portion of these exclusions is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

5. Worldwide Terrorism Exclusion Clause:

Notwithstanding any provisions to the contrary within this Agreement and/or underlying agreements and/or endorsements thereto, including express or implied obligations to “follow the settlements”, “follow the fortunes” or similar, it is hereby understood and agreed that all loss, liability, damage, costs, expenses, or legal expenses of whatsoever nature directly or indirectly caused by, resulting from, or in any way connected with or arising out of any Act of Terrorism regardless of any other cause or event contributing concurrently or in any other sequence to the loss is entirely excluded from this Agreement.

Act of Terrorism includes any act, or preparation in respect of action, including but not limited to the use of force or violence and/or the threat thereof, of any person(s) or group(s) of persons whether acting alone or on behalf of or in connection with any organization(s) or government(s), committed for political, religious, ideological or similar purposes including but not limited to:

- a. the intention to influence or affect the conduct of any government (de jure or de facto); and/or
- b. to put the public, or any section of the public in fear; and/or
- c. to commit violence or threaten violence against one or more persons (whether legal or natural); and/or
- d. damaging tangible or intangible property; and/or
- e. endangering life; and/or
- f. creating a risk to the health or safety of the public or a section of the public; and/or
- g. An act designed to interfere with or disrupt an electronic system.

This endorsement also excludes loss, liability, damage, cost, expenses or legal expenses of whatsoever nature directly or indirectly resulting from, caused by or in connection with any action or decision of a government agency or other entity to prevent, control, respond to or terminate or in any other way relating to actual or alleged Acts of Terrorism. Such loss, liability or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss, liability or damage.

In the event that any portion of this endorsement is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

6. War and Civil War Exclusion Clause:

Notwithstanding any provision to the contrary within this Agreement or any endorsement thereto including express or implied obligations to “follow the settlements”, “follow the fortunes” or similar, it is agreed that this Agreement entirely excludes loss, liability damage, cost or expense, including expense costs, of whatsoever nature directly or indirectly caused by, resulting from or in connection with any of the following regardless of any other cause or event contributing concurrently or in any other sequence to the loss:

- a. Any war, civil war, war-like operations (whether war be declared or not), hostilities, invasion, acts of a foreign enemy, mutiny, strikes, riots, civil commotion, assuming proportions of or amounting to a popular rising, military rising, insurrection, rebellion, revolution, military or usurped power, malicious damage, martial law, unless the person does not actively participate in any of the above-mentioned events in which he will be covered.
- b. Any action taken in controlling, preventing, suppressing or in any way relating to the excluded situations in (1) above, including, but not limited to, confiscation, nationalization, damage to or destruction of property.

In the event any portion of this endorsement is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

7. Total Asbestos Exclusion: It is hereby understood and agreed that this agreement shall not apply to and does not cover any loss or damage or actual or alleged liability whatsoever for any claim or claims in respect of loss or losses directly or indirectly arising out of, resulting from or in consequence of asbestos, in whatever form or quantity.

8. Extra – contractual Obligations, for example ex - gratia payments.

TERMINATION OF INDIVIDUAL TAKAFUL COVERAGE

The insurance of an individual shall automatically terminate upon the happening of any of the events mentioned below, whichever takes place earlier:

1. The Participant attains age 65 for Death & PTD;
2. Upon notification of a Death Claim or payment of a PTD claim;
3. Upon settlement by the Participant of the amount of the Personal Finance; or
4. Upon cancellation by the Policyholder of the Personal Finance agreement of the Participant, regardless of the reason.

INSURANCE REFUNDS

The participant shall receive prorated insurance premium refunds in case the loan / finance is settled early. The prorated refund account is based on the terms agreed between the Bank and the Takaful Provider.

CLAIMS PROCEDURE

1. Written notice of claim must be submitted to the Company within thirty (30) days from date of death of Participant. Proof of claim must be submitted not later than ninety (90) days from such date of death together with the following documentations:
 - a. Official certificate of death of Participant;
 - b. Official certificate indicating Participant's date of birth;
 - c. Copy of national identity card or passport of the Participant;
 - d. Copy of the financing application form;
 - e. Medical report on the cause , onset, and course of bodily injury or disease which caused the Participant's death; where there has been no medical treatment, a medical or official certificate of the cause of death and the circumstances surrounding it;
 - f. Copy of all medical documents (hospitalization and surgery reports, histology reports, specialists' report, lab tests, etc.) related to the death;
 - g. Police report, post-mortem and toxicology reports if death is caused by an accident or violence; and,
 - h. Statement of financing showing all installment payments and the outstanding financing balance as of the date of death.
2. In any case, payment of claims shall never exceed the outstanding balance that is based on an amortization schedule using profit/interest rate of eleven (11%) percent.
3. In case, claim occurs during the 6 month period in which Customer is in default, the claim (if payable) should be based on the original financing amortization table as at the first defaulted month.

GOVERNING LAW

The provisions and terms of this policy shall be construed in accordance with the laws applicable in the Kingdom of Bahrain and the Kingdom of Bahrain courts shall have the sole jurisdiction in respect of any controversy/ dispute arising there from.

CONTACT INFORMATION

For any information or assistance please call Standard Chartered Bank Phone banking unit on +973 17531532.

Contact details of the Insurance Provider:

Medgulf Takaful B.S.C (c)
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Kingdom of Bahrain