

**AS-SALIHIN TRUSTEE BERHAD
ESTATE PLANNING PRODUCT-DECLARATION OF HIBAH
(PRI HIBAH)**

Date :

[The date is to be filled in by Sales Personnel]

PRODUCT DISCLOSURE SHEET (PDS)

Read this Product Disclosure Sheet before you decide to take the As-Salihin Trustee Berhad's Estate Planning Product-Wasiat. Be sure to also read the Terms and Conditions of the product. Seek clarification from us if you do not understand any part of this document or the general terms.

1. What is this product about?

This product is a declaration by the owner of a specific asset stating that he gives the asset to the beneficiary and he is holding the asset for the benefit of the beneficiary. It is a written document wherein the terms and conditions on which the settlor is holding the assets are set out.

2. What is the Shariah contract applicable?

- i- Wakalah- an agency contract whereby the bank acts as an agent to facilitate Declaration of Hibah
- ii- Hibah - means gift. i.e a transfer of property without exchange of consideration with a definite proposal on the part of the person who gives the gift and acceptance on the part of the person to whom the gift is given.
- iii- Amanah – means Trust – as-Salihin will act as trustee and hold and transfer the Hibah asset in accordance terms and conditions stipulated in trust deed

3. What benefit could I get from the Declaration of Hibah ?

- i. The Hibah asset is not considered part of Settlor's estate (as it takes effect immediately according to the terms and conditions in the Declaration of Hibah) and consequently is outside the Faraid distribution rules. It can therefore be used to balance distribution.
- ii. The owner can be sure that the intended beneficiaries are taken care of even upon his incapacity, not solely on death.

4. How much will it cost to have a Declaration of Hibah?

Minimum is RM1,000.00 and RM250 processing fee

5. Can a Declaration of Hibah be used to allocate asset to a non-Muslim family member or non faraid heirs?

Yes and unlimited quantum

6. Cancellation fee (drafting stage)

RM250 will be charged if the document (draft) is issued.

7. What is the risks?

There is possibility that beneficiaries are not aware of the existence of the Declaration of Hibah and administer the asset without the Declaration.

8. May I revoke the Declaration of Hibah?

Declaration of Hibah from parent or grandparent to children or grandchildren is revocable but other than that is irrevocable

9. Can encumbered asset be included in the Declaration of Hibah?

Declaration of Hibah is only for asset free from encumbrances

10. Where can I get further information?

If you have any enquiries, please contact :

Bank Muamalat Malaysia Berhad