

Hong Leong SMART Legacy Insurance

A tailored plan that brings clarity to your legacy, no matter how you choose to pass it on.



Hong Leong Assurance is a member of PIDM.

PROTECTION BY PIDM ON BENEFITS PAYABLE FROM THE UNIT PORTION OF THIS POLICY/PRODUCT IS SUBJECT TO LIMITATIONS. Please refer to PIDM's Takaful and Insurance Benefits Protection System (TIPS) Brochure, contact Hong Leong Assurance Berhad or PIDM (visit www.pidm.gov.my).

Terms and conditions apply.

A plan designed to protect your wealth, but more importantly, designed around you and your loved ones.

Creating a legacy that endures takes more than success, it takes intention. Thoughtful decisions about how you build it, protect it, and pass it on. Because at every stage, the decisions you make today become the security and opportunity your loved ones inherit tomorrow.

BUILD IT. WITH PURPOSE AND MOMENTUM.

Success is just the beginning. Keep shaping what you're creating with a plan that grows alongside your goals. Choose from a wide range of investment opportunities designed to help your wealth flourish, supported by Loyalty Bonus that recognises your dedication.

PROTECT IT. BECAUSE LOVE MEANS PROTECTING WHAT MATTERS MOST.

Uncertainty is part of life, but your loved ones' future can remain certain. With a high Basic Sum Assured starting from RM2 million, this plan offers robust protection against life's unexpected turns, giving your family the strength and peace of mind to thrive when you are no longer around.

DISTRIBUTE IT. DECIDE HOW YOUR LEGACY LIVES ON.

Your wealth should continue to protect and empower, even in your absence. With flexible Death Benefit Settlement Option, you can choose to convert lump sum payment to structured annual payments. This arrangement provides trust-like benefits that are straightforward, hassle-free, and at no additional cost.

Hong Leong SMART Legacy Insurance,
an investment-linked insurance plan (ILP),
enables a legacy to live on.

All about Hong Leong SMART Legacy Insurance

BUILD

Build a future where your wealth grows with intention and possibility.

LOYALTY BONUS

Loyalty Bonus would be credited into the policy based on % of prevailing Basic Sum Assured as stated in the table below, provided the policy is in-force and premiums are paid up to date.

(a) Premium payment term of 3 years:

Credited into policy at the end of the policy year where the Life Assured attains the specified age	Entry Age	
	0 to 50	51 to 80
70	1%	-
72	2%	-
74	3%	-
76	4%	-
78	5%	-
Policy Year 20 or age 80, whichever is later	-	15%
Total	15%	15%

(b) Premium payment term of 5 and 10 years:

Credited into policy at the end of the policy year where the Life Assured attains the specified age	Entry Age		
	0 to 45	46 to 55	56 to 80
60	1%	-	-
62	1%	-	-
64	2%	-	-
66	2%	-	-
68	3%	-	-
70	3%	2%	-
72	4%	3%	-
74	4%	4%	-
76	-	5%	-
78	-	6%	-
Policy Year 20 or age 80, whichever is later	-	-	20%
Total	20%	20%	20%

EXTENSIVE INVESTMENT OPPORTUNITIES

Customise your policy with a curated selection of funds designed to match your financial goals and risk tolerance. Capture local and global markets with elite opportunities from the world's leading investment house.

PROTECT

Building a foundation of certainty for your loved ones, amidst life's uncertainties.

DEATH BENEFIT

In the event of the Life Assured's passing, your nominee(s) will receive the higher of:

- (a) Basic Sum Assured (BSA), or
- (b) Account Value

MATURITY BENEFIT¹

When your plan matures at age 100, the amount payable shall be the higher of:

- (a) Basic Sum Assured (BSA), or
- (b) Account Value



*Safeguard your loved ones today.
Our protection secures them tomorrow.*

Note:

¹ Terms and conditions apply.

DISTRIBUTE

Distribute your wealth with clarity, ensuring your intentions are never left to chance.

DEATH BENEFIT SETTLEMENT OPTION (DBSO)

What is Death Benefit Settlement Option (DBSO)?

Transform your death benefit into structured annual payouts for each nominee. Tailor payment tenures and fund selections to ensure your legacy does more than provide - it supports your family's future needs exactly as you envisioned.

Why is DBSO important for your legacy planning?

-  **Tailored for YOU**
Flexible payout options to meet each nominee's unique financial needs.
-  **Preserve your legacy**
Ease the burden of managing a large inheritance by providing regular, manageable amounts that support them year after year.
-  **Convenient and economical**
Streamlined disbursements under one policy - efficient, cost-effective, and designed for your peace of mind.

How does DBSO work?

- 1 Choose how each of your nominees receive the death benefit.**
Payment options available are (choose one):
 - 5 annual payments;
 - 10 annual payments;
 - 15 annual payments;
 - 20 annual payments;
 - Age-based plans: Payments until nominee reaches age 25 (minimum 5 years)
- 2 Upon approval of the death claim, the first payment is made directly to your nominees.**
- 3 The balance of the death benefit is invested in your chosen fund(s):**
 - 100% HLA Venture Income Fund;
 - 100% HLA Cash Fund; OR
 - 50% HLA Venture Income Fund + 50% HLA Cash Fund.

Regular annual payments are then made from these funds to your nominee, providing ongoing financial support.

Frequently Asked Questions (FAQs)

Who is eligible to be covered under this plan?

The minimum and maximum entry ages (based on age last birthday) are as follows:

	Minimum	Maximum
Life Assured	30 days old	80 years old

What is the Basic Sum Assured of this plan?

Minimum	Maximum
RM2,000,000	Subject to Underwriting

Premium Payment Term: What are my options?

Choose between a 3, 5 or 10-year payment term.

What is the coverage period of this plan?

You can choose to be covered until age 80, 90, or 100.

If you choose policy expiry at age 80 or 90, the plan will be automatically extended to age 100 without underwriting at the end of the initial coverage period.

Terms and conditions apply.

How much premium do I have to pay?

The minimum annual premium is RM18,000.

What are the optional riders attachable to this basic plan?

You can choose to complement your coverage with various riders available such as Disability Lump Sum, Accidental Coverage, Life Protection, and Payor Benefit to offset future premium.

For the complete list of attachable riders, please speak to our friendly Relationship Manager, Personal Banker or Wealth Advisor.

How are premiums allocated?

Premiums for Hong Leong SMART Legacy Insurance are allocated to purchase units in selected funds. The premium allocation rates are as follows:

Premium Payment Term	Policy Year						
	1	2	3	4	5	6	7 and above
3	90.00%	90.00%	90.00%	-	-	-	-
5	83.50%	83.50%	83.50%	100.00%	100.00%	-	-
10	68.00%	68.00%	68.00%	99.00%	99.00%	99.00%	100.00%

Top Up Premiums (i.e. Regular Top-up Premium and One Time Top-up Premium) are allocated at an allocation rate of 95.00%.

What are the fees & charges that I should know about?

Policy Fee

Monthly policy fee of RM8.00 is chargeable to the policy

Insurance Charges

Insurance charge of basic plan is chargeable up until the end of the policy term, whereas for riders (if applicable), are chargeable up to the expiry of riders. The insurance charges will be deducted monthly from the Account Value.

Fund Management Fee

A Fund Management Fee is charged as a percentage of the Net Asset Value of the Fund per annum. For further details on Fund Management Fees, please refer to the Fund Fact Sheet.

Partial Withdrawal Fee / Surrender Fee

Partial Withdrawal Fee will be deducted from withdrawal amount, excluding any withdrawal amount contributed by top-up premium and reinvested benefit payment.

Surrender Fee will be deducted from Account Value, excluding any Account Value contributed by top-up premium and reinvested benefit payment.

The fees are as shown below:

Policy Year	Partial Withdrawal Fee (% of Withdrawal Amount) / Surrender Fee (% of Account Value)
Policy Year 1	13.00%
Policy Year 2	6.00%

Notes:

The fees & charges are not guaranteed. The Company shall give at least 3 months' written notice before making any upward revision. The said 3-month notice period shall be superseded by any revised period as provided under the laws, guidelines, directives and regulations which may be issued by any regulatory authority or law from time to time.

What are the commissions applicable?

(a) Basic Plan Premium

Premium Payment Term	Policy Year (% of Premium)						Total
	1	2	3	4	5	6 to 10	
3	7.00%	4.50%	3.50%	-	-	-	15.00%
5	10.00%	6.50%	5.50%	1.50%	1.50%	-	25.00%
10	15.00%	10.00%	7.50%	2.50%	2.50%	2.50%	50.00%

(b) One Time Top-up / Regular Top-up

3.75% of Top Up Premium

Scenario 1



Mr. Alexander, age 50, non-smoker, a successful businessman.

His Intentions:

To pass his wealth of RM5.6 million to 2 children whilst maintaining a comfortable retirement.

Without Hong Leong SMART Legacy Insurance

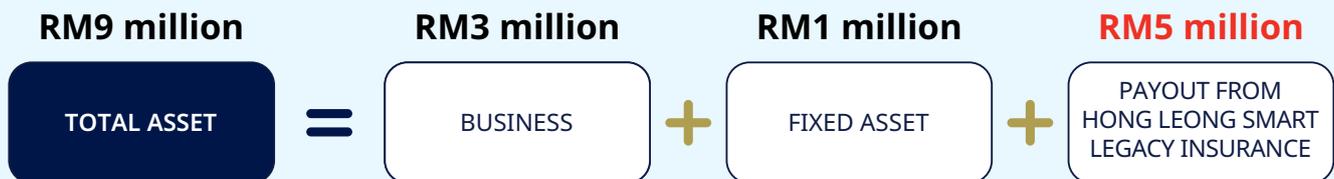
Mr. Alexander has **RM5.6 million in asset**. He wants to treat his 2 children fairly, but without additional funds, dividing his estate equally would require selling part of his business.



With Hong Leong SMART Legacy Insurance

Mr. Alexander purchases **Hong Leong SMART Legacy Insurance**, paying a total premium of RM1.6 million over 5 years. This provides RM5 million in death coverage up to age 100 (≈ 3.1 times his total premium). Assume 100% investment allocation in HLA Dividend Growth Fund.

Mr. Alexander's estate is distributed according to his wishes, ensuring that his business is preserved for the next generation. His total estate grew to **RM9 million**, consisting of:



During the coverage term, a total of up to **RM1 million of Loyalty Bonus** will be credited into his policy.

..... *Mr. Alexander passed away at age 80*

Mr. Alexander's daughter receives:



- RM3 million from business
- RM1 million from Fixed Asset
- RM500,000 payout from Hong Leong SMART Legacy Insurance

Mr. Alexander's son receives:



- RM4.5 million payout from Hong Leong SMART Legacy Insurance

Note:
This sample scenario is for illustration purposes only.

Scenario 2



Ms. Gwen, age 40, non-smoker, a CEO of an MNC company.

Her Intentions:
To safeguard her family's future with a thoughtful legacy plan.

Ms. Gwen purchases Hong Leong SMART Legacy Insurance, paying a total premium of RM1,049,025 over 5 years. This provides RM5 million in death coverage up to age 100 (≈ 4.8 times her total premium). Assume 100% investment allocation in HLA Dividend Growth Fund.



Ms. Gwen opted for Death Benefit Settlement Option (DBSO) where her Death Benefit will be paid out in annual structured payment to her child.



Upon her passing at age 70, the death benefit was distributed to her two nominees, in accordance with her wishes.



Ms. Gwen's child will receive 75% of Death Benefit, payout by DBSO, and payable over 5 years.

1st Payment **RM750,000**

2nd Payment **RM780,000**

3rd Payment **RM811,119**

4th Payment **RM843,690**

5th Payment **RM877,438**



Ms. Gwen's husband will receive 25% of Death Benefit, and payout by lump sum.

RM1,250,000

Notes:

This sample scenario is for illustration purposes only. Assume 100% of balance of Death Benefit payable (after the first payment) is invested in HLA Venture Income Fund with net fund growth of 4% per annum.

IMPORTANT NOTES:

Hong Leong SMART Legacy Insurance is underwritten by Hong Leong Assurance Berhad which is licensed under the Financial Services Act 2013 and is regulated by Bank Negara Malaysia. This product is distributed by Hong Leong Bank Berhad. You should satisfy yourself that the selected policy and rider(s) will best serve your needs and that the premium payable under this policy is an amount that you can afford. To achieve this, we recommend that you speak to our friendly Relationship Manager, Personal Banker or Wealth Advisor who will perform a needs analysis and assist you in making an informed decision. This brochure is for general information only and is not to be construed as a contract of insurance. Please refer to the Fund Fact Sheet, Product Disclosure Sheet, Product Illustration and the policy contract before purchasing the policy for specific terms, conditions and exclusions of coverage.

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 trust.

Our friendly Relationship Manager, Personal Banker or Wealth Advisor are ever ready to assist. Call us at 1-800-38-8888 or visit any of our branches | www.hlb.com.my

HLB/Banca/Hong Leong SMART Legacy Insurance/02-2026/01

Hong Leong Assurance Berhad 198201014849 (94613-X)

Address: Level 3, Tower B, PJ City Development, 15A, Jalan 219, Seksyen 51A, 46100 Petaling Jaya, Selangor.

Phone Number: +603-7650 1288

Website: www.hla.com.my