

LABUAN PRIVATE TRUST COMPANY

Fact Sheet

Labuan Financial Business > Private Trust

Introduction

A Labuan private trust company (PTC) is a Labuan company formed for the specific purpose of acting as a trustee for a group of connected persons and where each beneficiary of the trust established by the PTC is a connected person related to the settlor of the trust. In a PTC, the settlor, members of his family or his advisers can be appointed to the board of directors. The composition of the board can be changed from time to time to bring in members of succeeding generations and in this way, involve them in the management of family affairs.

Who is eligible to apply?

- ✓ A Labuan company or Foreign Labuan company that is incorporated or registered under the Labuan Companies Act 1990 (LCA).

What are the requirements to operate?

- ✓ PTC may only provide services to the companies within a private trust created by a settlor or individuals who are persons connected to the settlor. The PTC is not permitted to extend services to other third parties.
- ✓ Appoint a Labuan trust company as its agent and provide a certified copy of the executed agent's engagement agreement.
- ✓ Ensure compliance with the Guidelines on Anti-Money Laundering and Counter Financing of Terrorism.
- ✓ Have proper arrangements in place to account for and keep all assets and other valuables that it has received in its capacity as trustee duly separated from the trust company's own assets and liabilities.
- ✓ A Labuan private trust company may appoint an external auditor and conduct an annual audit. Nevertheless, it must ensure that all its accounting and other records are properly kept and managed.



PERMITTED ACTIVITIES

A Labuan private trust company may only provide the trust company services to the private trust.

- ✓ Providing trustee services including review of the trust instrument(s) and the type of assets funding the trust(s), trust management and accounting services.
- ✓ Performing the secretarial duties of the private trust(s), such as lodgement of any documents and reports through the Labuan trust company (appointed Agent).
- ✓ Carrying out activities such as being an agent, executor or administrator or other activities pursuant to the objectives of the private trust company; and Guidelines for the Establishment of Labuan Private Trust Companies.



ANNUAL FEES

The annual fee payable is USD1,500 upon the grant of license. The subsequent payment of annual fee is payable on or before 15 January of each year.

HOW TO APPLY?

BBS Trust Int'l Limited can assist you for the application of Labuan Private Trust to Labuan FSA.

Contact us now for a non-obligational consultation!

Email: info@bbstrust.com or Call: +6603-4815 6718