

LABUAN OFFSHORE FINANCIAL SERVICES AUTHORITY

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Our Reference : LFA/ROC/ALTC

31 July 2008

Chairman

*Association of Labuan Trust Companies*  
*Labuan International Insurance Association*  
*Association of Offshore Banks*

**Fax: 419 755 / By hand**

**Fax: 426 652 / By hand**

**Fax: 452 779 / By hand**

Dear Sir/Madam,

**Blanket Approval for Labuan Offshore Companies**

The above matter refers.

2. As part of LOFSA's initiative to enhance our delivery system, we are pleased to inform that blanket approval is hereby given to Labuan offshore companies (LOC) to:

- i. carry on business with Malaysian resident pursuant to section 7(3)(a) of the Offshore Companies Act 1990 (OCA);
- ii. invest into a domestic company pursuant to section 147(1) of the OCA; and
- iii. wholly own a domestic company to carry on offshore business ("Satay Structure").

3. With the blanket approval, LOCs are no longer required to submit application for approval for the above transactions. Nevertheless, LOCs are subject to the following conditions:

- i. to submit to LOFSA the notification form (sample as per attachment) not later than ten (10) working days from the date the respective transaction is carried out. The submission can be done by the LOC or its trust company in Labuan; and
- ii. the transaction undertaken by the LOC and the domestic company has obtained the necessary approvals (where applicable) from relevant domestic regulatory authorities including Bank Negara Malaysia, Securities Commission and Foreign Investment Committee.

4. In the event that the LOC fails to comply with the conditions in the paragraph above, the blanket approval is deemed null and void.

5. Please be informed that the above will take effect from **1 August 2008**. The notification form can be obtained from LOFSA's website at [www.lofsa.gov.my](http://www.lofsa.gov.my). Do not hesitate to contact LOFSA's officer, Mr. Mohd. Ridzuan Zulkifli at e-mail: [ridzuan@lofsa.gov.my](mailto:ridzuan@lofsa.gov.my) or telephone no. 087 591 333 or the undersigned for further clarification.

Kindly inform your members accordingly.

With kindest regards.

Yours sincerely,



Md. Yunus bin Atip  
Director  
Financial Services and Policies  
3/34/7-MRZ