

LABUAN FINANCIAL SERVICES AUTHORITY
(LEMBAGA PERKHIDMATAN KEWANGAN LABUAN)

Circular No.: 130/2011/ALL

28 December 2011

Association of Labuan Trust Companies
Association of Labuan Banks
Labuan Investment Banks Group
Labuan International Insurance Association
Labuan International Financial Exchange
Labuan IBFC Inc Sdn Bhd

Dear Sir/Madam,

Administrative Penalties under Section 36G of Labuan Financial Services Authority Act 1996 (LFSAA)

The above matter refers.

2. For your information, Labuan Financial Services Authority (Labuan FSA) has noticed that some Labuan entities have and continue to fail at complying with various provisions under our Labuan laws.

3. In this regard, please be informed that in order to instil discipline in the market and to promote Labuan IBFC as a well regulated international business centre, Labuan FSA will invoke its powers to impose administrative penalties (AP) pursuant to section 36G of LFSAA on any person who fails to comply with the administrative requirements specified under the following laws:

- (i) Labuan Companies Act 1990;
- (ii) Labuan Business Activity Tax Act 1990;
- (iii) Labuan Trusts Act 1996;
- (iv) Labuan Foundations Act 2010;
- (v) Labuan Islamic Financial Services and Securities Act 2010;
- (vi) Labuan Limited Partnerships and Limited Liability Partnerships Act 2010; and
- (vii) Labuan Financial Services and Securities Act 2010.

4. Unless otherwise provided with satisfactory explanation for the non-compliances, we wish to remind all Labuan entities that the AP imposed will be based on the provisions of the relevant laws, in an amount not exceeding RM500 for each day of the non-compliance and that such total amount shall not exceed RM10,000.

5. Please be informed that the AP mentioned hereof is applicable to all Labuan entities and will be effective immediately.

6. Please do not hesitate to contact Puan Yon Zahimah Ibrahim at 087-591349 (yon@labuanfsa.gov.my) or Puan Essah Abdul Manaf at 087-591312 (essah@labuanfsa.gov.my) should you require any further clarification.

Kindly be advised accordingly.

Yours sincerely,



Iskandar Mohd Nuri
Senior Director
Business Management (Islamic & Conventional)

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