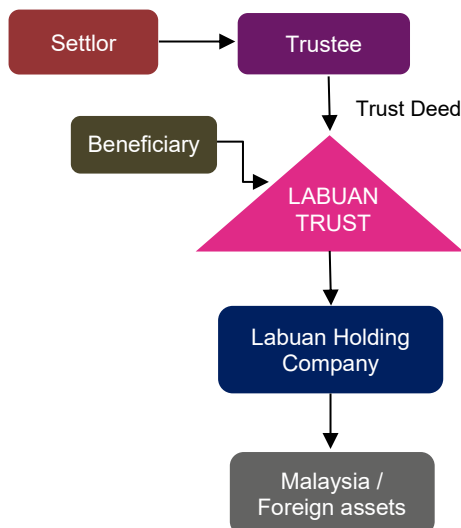


LABUAN SHARE TRUST

The Labuan Share Trust is a specially structured trust established in accordance with Part IV A (Labuan Special Trust) of the Labuan Trusts Act 1996, designed specifically to hold shares of a Labuan company or partnership interests in a Labuan limited liability partnership. A very simple life interest trust, practical and low-cost solution to manage succession planning. It allows management of the underlying company(ies) to be carried out by its directors without any power of intervention being exercised by the trustee during his/her lifetime. On death of the Settlor, the trustee shall distribute the Shares to the beneficiaries named in the trust instrument.

Key features of Labuan share trust



NOTE: The settlor ceases to be the owner of the assets transferred, the trustee becomes the legal owner of the trust fund and the beneficiaries are persons entitled to benefit under the trust.

- > **Settlor** – Creates the trust by transfer assets into a trust. Settlor may be an individual person or a corporate entity.
- > **Trustee** – Holds the trust funds and is responsible for its administration for benefit of the named beneficiaries.
- > **Trust Deed** – Central governing document and sets out trustee's powers (among other things). Settlor is able to tailor the terms of the trust to satisfy their requirements.
- > **Beneficiaries** – Persons legally entitled to enforce and benefit from the trust. Can be individual or reference to a class, charities, minors, corporations etc.

Requirements

- > The Labuan Share Trust is used for holding shares in Labuan company or partnership interest in a Labuan limited liability partnership.
- > Designated shares must be transferred to the Trust without any charge, lien or encumbrance.
- > A sole Settlor for each Share Trust structure.
- > All beneficiaries must be aged 18 and above or have a legally appointed guardian.
- > Trustee may only distribute shares to adult beneficiaries. If Settlor passes on before any beneficiaries reach the age of 18, Trustee will hold the minor's shares until they reach the age of 18.
- > Both Settlor and Trustee retain option to revoke the trust and the extent and exact scope for this will be elaborated in the trust deed.

Benefits of Labuan share trust

- > Enhanced confidentiality.
- > Certainty of succession.
- > There shall be no activities at the trust level during the lifetime of the trust – hence making it cost efficient and effective.
- > Avoid probate formalities - Distribute assets to heirs efficiently with minimum cost, delay and publicity of legal proceedings.
- > The Settlor or appointee remains director of the underlying companies during the Settlor's lifetime and enjoys lifetime income and voting rights.
- > Flexible - the Settlor may cancel and revoke the arrangement at any time. A new trust arrangement can be established reflecting the Settlor's new wishes.



KEY CONTACTS



EMILY LIEW

Managing Director
Kensington Trust Labuan Limited

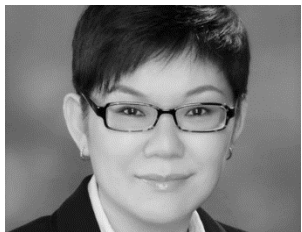
T: +60 87 599 803
E: malaysia@kensington-trust.com



RAYMOND WONG

Regional Managing Director
Kensington Trust Group

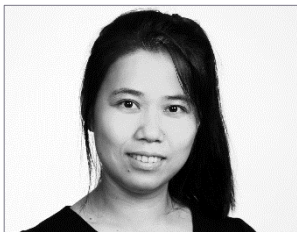
T: +603 2202 1929
E: malaysia@kensington-trust.com



JOSEPHINE KWAN

Executive Director
Kensington Trust Labuan Limited

T: +60 87 599 837
E: malaysia@kensington-trust.com



MANDY CHUA

Associate Director
Kensington Trust Labuan Limited

T: +603 2201 9689
E: malaysia@kensington-trust.com

ABOUT JTC KENSINGTON

JTC Kensington is the brand name of Kensington Trust Group, a part-owned associate of JTC, offering trust, fiduciary and corporate services and fund administration.

JTC is a publicly listed, global professional services business with deep expertise in fund, corporate and private client services.

Every JTC person is an owner of the business and this fundamental part of our culture aligns us with the best interests of all of our stakeholders.

Our purpose is to maximise potential and our success is built on service excellence, long-term relationships and technology capabilities that drive efficiency and add value.

IMPORTANT INFORMATION: The content of this factsheet is intended for general information purposes only. It does not constitute, should not be interpreted as constituting and cannot be relied upon as providing (i) legal, investment or tax advice or any other form of professional advice, (ii) an offer to sell, a solicitation of an offer to buy, or a recommendation of any service or any other product or service regardless of whether such security, product or service is referenced in this factsheet. JTC has sought to ensure that the information provided in this factsheet is adequate, accurate and complete as at the time of publication but offers no assertion or warranty as to its adequacy, accuracy or completeness either at the time of publication or thereafter. No responsibility or liability will be accepted for any losses resulting from reliance places upon the content of this article.

REGULATION AND TERMS OF BUSINESS

JTC Kensington is the brand name of Kensington Trust Group, a part-owned associate of JTC Group. Kensington Trust Group entities that carry on regulated business are (respectively): regulated by the Labuan Financial Services Authority, the Companies Commission of Malaysia and the Monetary Authority of Singapore.

For full details of those JTC Group entities that carry on regulated business and certain other JTC Group entities, please visit our website: www.jtcgroup.com/legal-and-regulatory

