



CLARIFICATION NOTE ON SECTION 28B(1) OF THE LABUAN FINANCIAL SERVICES AUTHORITY ACT 1996

1.0 PREAMBLE

- 1.1 This clarification note is issued pursuant to section 4A of the Labuan Financial Services Authority Act 1996 (LFSAA).

2.0 CLARIFICATION

- 2.1 As a matter of policy, all references to the word "offshore" have been changed to "Labuan" throughout the Labuan laws which came into force on 11 February 2010. However, Labuan FSA wishes to inform that the word "offshore" has been unintentionally retained under section 28B(1) of the LFSAA.
- 2.2 In this relation, Labuan FSA would like to advise that the term "offshore financial institution" appearing in section 28B(1) refers to "Labuan financial institution" as defined under section 2(1) of the LFSAA and therefore should be read as "Labuan financial institution" accordingly.
- 2.3 Similarly, any other reference that may refer to offshore entity or establishment in any other Labuan laws would carry the same meaning as the Labuan entity or establishment as defined under section 2(1) of the LFSAA.