

Family Office & Private Client Services

 **FOREST CITY** Special Financial Zone

Audit | Tax | Advisory | Digital |
Family Office | Japan & US Desk | Valuation
[W shinewingtyteoh.com](http://shinewingtyteoh.com)

Forest City Special Financial Zone (FCSFZ)

Following amendment bills were tabled and passed by House of Parliament in July 2024 and gazetted in Sept 2024, **FCSFZ** is first onshore duty-free zone and special financial zone in Forest City, Johor, Malaysia.

Pulau Satu, Forest City is the first location in Malaysia to offer a **zero (0%) percent tax rate for Family Office** established under the Single Family Office Scheme.



Source: <https://forestcitycgpv.com>

Single Family Office (SFO) & Single Family Office Vehicle (SFOV)

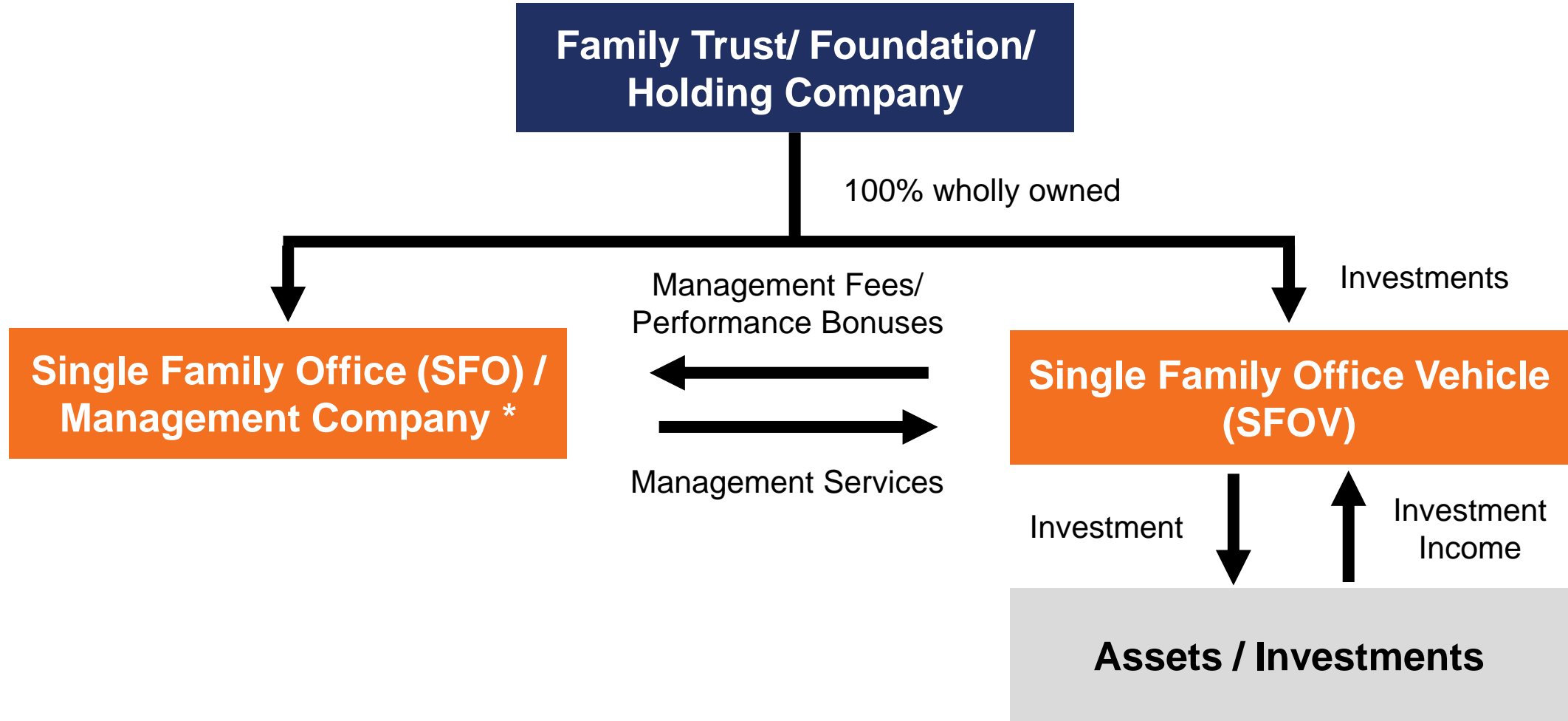
What is Single Family Office (SFO)?

1. SFO is a corporate vehicle;
2. Wholly owned or controlled by members of a single wealthy family;
3. Created to exclusively manage the assets, investments and long-term interests of that family;
4. SFO may also represent multiple generations and branches of the family.

What is Single Family Office Vehicle (SFOV) ?

1. SFOV is a corporate vehicle;
2. Wholly owned or controlled by members of a single wealthy family;
3. Established solely for the purposes of holding the assets, investments and long-term interest of members of the single family.

SFO vs SFOV



* Wholly owned by SFO/ related co to SFO

Key Conditions on SFOVs Tax Incentives

SFOV must be incorporated in Malaysia, preregistered with the Securities Commission (SC), and operating in Pulau Satu, FCSFZ to be eligible for zero (0%) Concessionary Tax Rate for first initial 10 years + additional 10 years. The below conditions are also required to be fulfilled during the incentive periods.

Conditions	First 10 Years	Additional 10 Years
1. Minimum AUM	RM30Mil (*USD7Mil)	RM50Mil (*USD11.5Mil)
2. Minimum Domestic Investment in Promoted Activities	At least 10% of AUM or RM10Mil (*USD2.3Mil), whichever is lower	At least 10% of AUM or RM10Mil (*USD2.3Mil), whichever is higher
3. Minimum local operating expenditure per annum	RM500,000 (*USD115,000)	RM650,000 (*USD150,000)
4. Minimum full time employees	Two (2) and each with a minimum monthly salary of RM10,000 and of whom at least one (1) is an investment professional.	Four (4)

*1 USD = 4.32740 MYR



How We Can Help You?

Family Office Wealth Structure and Planning

- ✓ Private Foundation
- ✓ Private Mutual Investment Funds
- ✓ Private and Islamic Trust
- ✓ Private Wealth Management

Family Office Services

- ✓ Business Transfer and Succession Planning
- ✓ Estate & Inheritance Tax Planning
- ✓ Private Assets Consolidation and Dedicated Reporting
- ✓ Private Investment Office
- ✓ Wealth Protection Plan



Strength Beyond Figures™

For more information, please contact: Mr Lee Choon Chai
International Business Director
T 013-772 1688



Thank You

MALAYSIA OFFICES

Kuala Lumpur T +603 780 55022

Johor Bahru T +607 595 2299

Penang T +604 371 3419 / +604 371 3318

Labuan T +6087 599 328

Muar T +606 952 0205

Sitiawan T +605 688 5112

Ipoh T +605 546 3388

W shinewingtyteoh.com

