



**RULES OF THE
LABUAN INVESTMENT BANK GROUP (LIBG)
GOVERNING MEMBERS**

25 May 2011
Version 1.0

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RULES OF LABUAN INVESTMENT BANK GROUP, MALAYSIA

Name

1. The Labuan Licensed Investment Banks industry representation group shall be called **Labuan Investment Bank Group (“LIBG”)**, hereinafter referred to as “LIBG”.

Purpose

2. The purpose of forming the LIBG is to establish a self-regulating body for the Investment Banks, which are incorporated in Labuan, Malaysia and regulated by the Labuan Financial Services Authority (Labuan FSA).

Objectives

3. The objectives of the LIBG shall be the following:
 - a. To promote the Federal Territory of Labuan (Labuan) as an International Business Centre.
 - b. To deal with common issues of concern.
 - c. To disseminate information of common interest.
 - d. To communicate and/or liaise with relevant authorities and bodies on all matters affecting the interest of members.
 - e. Generally to promote and protect the mutual interest of members and to do all such other lawful acts as are incidental and conducive to the attainment of the above objectives or any of them.

Scope

4. In achieving the objectives of the LIBG, the following shall be the scope of work to be undertaken by the LIBG:
 - a. To receive proposals affecting industry wide practices.
 - b. To prepare the Committee’s view on such proposals for the attention of the authorities.
 - c. To administrate industry wide conduct.
 - d. To undertake any other activities that might promote Labuan FSA or be beneficial to the members.

Membership

5. The membership to LIBG shall be for Labuan companies established or registered under The Labuan Companies Act, 1990 for the sole and exclusive purpose of carrying on investment banking business in Labuan, under the Labuan Offshore Banking Act, 1990 and subsequently Labuan Financial Services and Securities Act 2010 and who shall hold a valid license to carry of such business.
6. New members shall be admitted into LIBG as and when they become eligible and subject to the simple majority approval of the Committee.

Members' Representation

7. The members shall be represented by the Principal Officer of the member or his/her absences, by the deputy or any other nominee of the member.

The Committee

8. A Committee comprising no less than 3 members of LIBG shall be formed to facilitate smooth functioning of LIBG.
9. The members shall vote for the appointment of the Chairman, Deputy Chairman and Secretary of the Committee and the Director General of Labuan FSA be notified of the appointment of the Committee so elected.
10. All communication among members of LIBG shall be via e-mails or any other form of communication deemed appropriate. In this respect all members of LIBG shall provide up-to-date e-mail address to the Secretary.

Proceedings of the Committee

11. The Committee shall meet as often as it shall consider necessary or desirable but shall not be less than four (4) times a year. The Meetings shall be convened by the Chairman giving not less than 2 days written notice stating the objectives for which such meeting is being convened. However, the Chairman may call a meeting at a shorter notice at his/her discretion in case of an emergency, in which case it shall not be necessary to give notice in writing or issue an agenda of the meeting.
12. Any member appointed to the Committee may appoint one (but not more than one) of its nominee to represent that member at meetings of the Committee. The appointment of the nominee shall be pursuant to clause 7.
13. At the meetings of the Committee, each Committee member shall have one vote. The Chairman shall have one vote but no casting vote.
14. No member of the Committee shall be entitled to any salary.

15. Except as herein specifically provided otherwise, a resolution (if required) shall be a resolution when it has been passed by simple majority of the Committee members present and voting.

Frequency of Meetings

16. The Committee shall meet as often as it shall consider necessary or desirable but shall not be less than four (4) times in a year.
17. LIBG shall meet at least twice a year with Labuan FSA of which one meeting is sufficient with committee members.

Duties of Chairman

18. The Chairman shall preside at all meetings of the Committee including meeting with members and shall be responsible for proper conduct of all such meetings.
19. In the event when the Chairman is absent, the Deputy Chairman or the Secretary may conduct the meeting.

Duties of Secretary

20. The Secretary shall:
 - a. Maintain minutes of all meetings of LIBG and its committee, the records and expenses of LIBG and to act as the co-ordinating centre for its correspondence.
 - b. Perform such other duties as may from time to time be assigned to him/her by the Committee.

Membership Classification

21. The members of LIBG shall be classified into one class of ordinary membership comprising of all operating Labuan Investment Banks and holding a current banking licence issued by Labuan FSA:
 - a. Any member where licence has been suspended or revoked by the Authorities, shall automatically be terminated from its membership of LIBG.
 - b. Membership of LIBG is automatic as and when Labuan FSA notifies LIBG of new operating investment banks.
 - c. Membership is compulsory for all operating Labuan Investment Banks.

Membership Fee

22. A fee shall be imposed for membership of the LIBG. The quantum of the fee shall be decided by not less than simple majority votes of the members upon formation of the LIBG.
23. The membership fee may be revised from time to time pursuant to clause 24 and 25.

Alterations of Rules

24. Any proposal to delete, add or amend these rules or subsequent rules shall be in writing to the Secretary.
25. The Secretary shall thereupon circulate it to the Committee who shall make their recommendations. The proposal shall then be put forth to the members of the LIBG for decision to adopt or otherwise with simple majority.

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