

Passing the torch for generations

Family Office & Private Clients

KPMG Private Enterprise in Malaysia



We bring fresh perspective and practical insights, from succession planning to business strategies, to help you grow a thriving multigenerational family business that is built to last.

Single Family Office in Forest City Special Financial Zone

On 20 September 2024, the Finance Minister II, YB Senator Datuk Seri Amir Hamzah Azizan announced the Forest City Special Financial Zone Tax Incentive, which amongst others, includes the first of its kind Family Office tax incentives. The Single-Family Office (SFO) Scheme will be coordinated by the Securities Commission Malaysia (SC) and is aimed at being operational by the first quarter of 2025.

This initiative complements the earlier announcement of Forest City Pulau Satu as a duty-free island directly accessible by land transportation, further enhancing its appeal as a strategic financial hub.

Key conditions

- Operates at Pulau Satu, Forest City Special Financial Zone
- Asset under management: RM30 million onwards (10% local investments)
- Annual operating expenditure requirement: RM500,000
- Employ a minimum 2 full-time employees including 1 investment professional

Key incentives

- 0% income tax on the eligible investment income for 10+10 years
- Includes foreign-sourced income and capital gains tax
- Stamp duty and capital gains tax exemption for initial transfer of assets
- Foreign exchange flexibilities by Bank Negara Malaysia

Our services

1 Conceptualisation

- Conceptualisation of the holding structure and preliminary study of the relevant implications (including legal due diligence*)
- Gather necessary information and key members due diligence and screening
- Pre-consultation with the Securities Commission for SFO scheme

2 Implementation

- Incorporation of the holding vehicle and Family Office*
- Drafting of the relevant documents/agreements*
- Application to Securities Commission and relevant authorities for approval and tax incentives
- Follow-up for approval

3 Execution

- Transfer of assets into the Single Family Office Vehicle
- Implementation of the approval and license conditions
- Follow-up for conditional approval (if any)

4 Monitoring and review

- Drafting of family governance documents
- Report changes to the SFO structure and withdrawal /distribution of large assets
- Compliance checks

KPMG Private Enterprise services and support for family businesses



Addressing family needs

- Family Office set-up and tax incentive application
- Asset restructuring and holding structure planning
- Tax efficiency review
- Tax health check / tax efficiency review
- Inbound and outbound investment
- Succession planning



Tax and advisory services

- Family Office advisory
- Asset injection/endowment
- Advice on distribution
- Will or gifts inter vivos
- Family governance structure
- Trusts and foundations
- Succession and inheritance

We assist family businesses in different lifecycles



Starting a new business



Growing your business



Strengthening your business



Transitioning your business



Succession and integrate NextGen



We deliver services to:

- **Entrepreneurs and family businesses:** Protect your assets for succession planning, setting up future-proof holding structures to ensure tax efficiency and continuity.
- **Family Office:** Setting up a Family Office, to grow and preserve your family legacy over the long term with a holding structure that is future-proof.
- **Family advisors:** To deliver coordinated and holistic solutions ensuring pragmatic outcomes.
- **Individuals, couples and families:** Put your plans in place and address relevant issues at a practical level and aligning with financial objectives.

Connect with us



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