

Foreign Exchange Administration Rules Applicable to Non-Residents

INVESTMENT IN IMMOVABLE PROPERTIES BY NON-RESIDENTS	
<ul style="list-style-type: none"> • Purchase of immovable property • Onshore borrowing 	<ul style="list-style-type: none"> • Free to purchase residential or commercial properties in Malaysia. • Such purchase need only to comply with guidelines⁵ issued by the Foreign Investment Committee of Malaysia. The details can be obtained at http://www.epu.jpm.my. • Free to borrow any amount to finance or refinance the purchase of residential and commercial properties in Malaysia, except for purchase of land only.

⁵ (a) FIC's approval is not required for non-residents purchasing residential property exceeding RM250,000; and

(b) Non-residents under the "Malaysia My Second Home" Programme are exempted from any approval requirement.

LENDING IN RINGGIT AND FOREIGN CURRENCY BY NON-RESIDENTS TO RESIDENTS					
<ul style="list-style-type: none"> • Ringgit lending <ul style="list-style-type: none"> ✓ By non-resident non-bank parent companies⁶ 	<ul style="list-style-type: none"> • Free to lend any amount of ringgit to resident subsidiaries to finance activities in the real sector in Malaysia. 				
<ul style="list-style-type: none"> ✓ By other non-resident non-bank companies or individuals 	<ul style="list-style-type: none"> • Free to lend up to RM1 million in aggregate to resident companies and individuals for use in Malaysia. 				
<ul style="list-style-type: none"> • Foreign currency lending <ul style="list-style-type: none"> ✓ By non-resident non-bank parent companies ✓ By other non-resident non-bank companies or individuals 	<ul style="list-style-type: none"> • Free to lend any amount in foreign currency to resident subsidiaries in Malaysia. • Free to lend in foreign currency to a resident provided the resident borrower's total foreign currency borrowing does not exceed the following limits: <table border="1" style="margin: 10px auto; width: 80%; border-collapse: collapse;"> <tbody> <tr> <td style="padding: 5px;">• Resident individual</td> <td style="padding: 5px;">RM10 million equivalent in aggregate</td> </tr> <tr> <td style="padding: 5px;">• Resident company</td> <td style="padding: 5px;">RM100 million equivalent in aggregate on a corporate group basis</td> </tr> </tbody> </table> • The onus is on the resident borrower to obtain the prior permission of the Controller of Foreign Exchange for borrowing exceeding the limits. 	• Resident individual	RM10 million equivalent in aggregate	• Resident company	RM100 million equivalent in aggregate on a corporate group basis
• Resident individual	RM10 million equivalent in aggregate				
• Resident company	RM100 million equivalent in aggregate on a corporate group basis				

⁶ A non-resident non-bank parent company refers to:

(a) a non-resident company with more than 50% shareholding in a resident company; or

(b) the ultimate non-resident parent company of the resident company which is not a bank, an investment holding company owned by a bank or a stockbroking company.