

Labuan Companies Act 1990,

Definition of Cell Dividend

“cell dividend” means the dividend paid by a Labuan protected cell company in respect of cell shares;

Section 130T(3) and (4)

(3) Cell dividend may be paid by a Labuan protected cell company in respect of cell shares by reference only to the cell assets and liabilities attributable to the cell in respect of which the cell shares were issued.

(4) In determining the cell dividend, no account need to be taken care of—

(a) the profit and losses, or the assets and liabilities, attributable to any other cells of the Labuan protected cell company; or

(b) the non-cell profit and losses, or the assets and liabilities, of the Labuan protected cell company.

Section 140

140. Dividends payable from profits only

No dividend shall be payable to any shareholder of any Labuan company except out of profits.

[Am. Act A1367:s.2];