

**MUTUAL FUND AND HEDGE FUND (AMENDMENT) BILL, 2018**

*(Bill No. 20 of 2018)*

**OBJECTS AND REASONS**

The Bill seeks to amend section 32 Mutual Fund and Hedge Fund Act (Cap 285) in order to implement the measures to prevent Base erosion and profit shifting (BEPS) by which tax avoidance strategies that exploit gaps and mismatches in tax rules to artificially shift profits to low or no-tax locations are undertaken. Seychelles as a member of the Inclusive Framework on BEPS is committed to implement measure to tackle BEPS.

**Dated this 17th day of July, 2018.**

**FRANK D.R. ALLY  
ATTORNEY-GENERAL**

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Dated this 17th day of July, 2018.

FRANK D.R. AILEY  
ATTORNEY-GENERAL

MUTUAL FUND AND HEDGE FUND (AMENDMENT)  
BILL, 2018

(Bill No. 20 of 2018)



**A BILL**

**OF**

**AN ACT to amend the Mutual Fund and Hedge Fund Act  
(Cap 285).**

**ENACTED** by the President and the National Assembly.

**1.** This Act may be cited as Mutual Fund and Hedge Fund (Amendment) Act, 2018 and shall come into operation on 1st August, 2018.

Short title and commencement

Amendment of  
Cap 285

2. The Mutual Fund and Hedge Fund Act is hereby amended in section 32 as follows —

- (a) by inserting in subsection (1), after the words “subsection (2)”, the words “and subsection (3)”;
- (b) by repealing subsection (3) and substituting therefor the following subsection

“(3) The concession relating to the Business Tax Act specified in Schedule 10 shall only apply if the licensed fund administrator meets the substantial activity requirements as may be prescribed.”