

## **EP holders taking up Secondary Directorship Appointments**

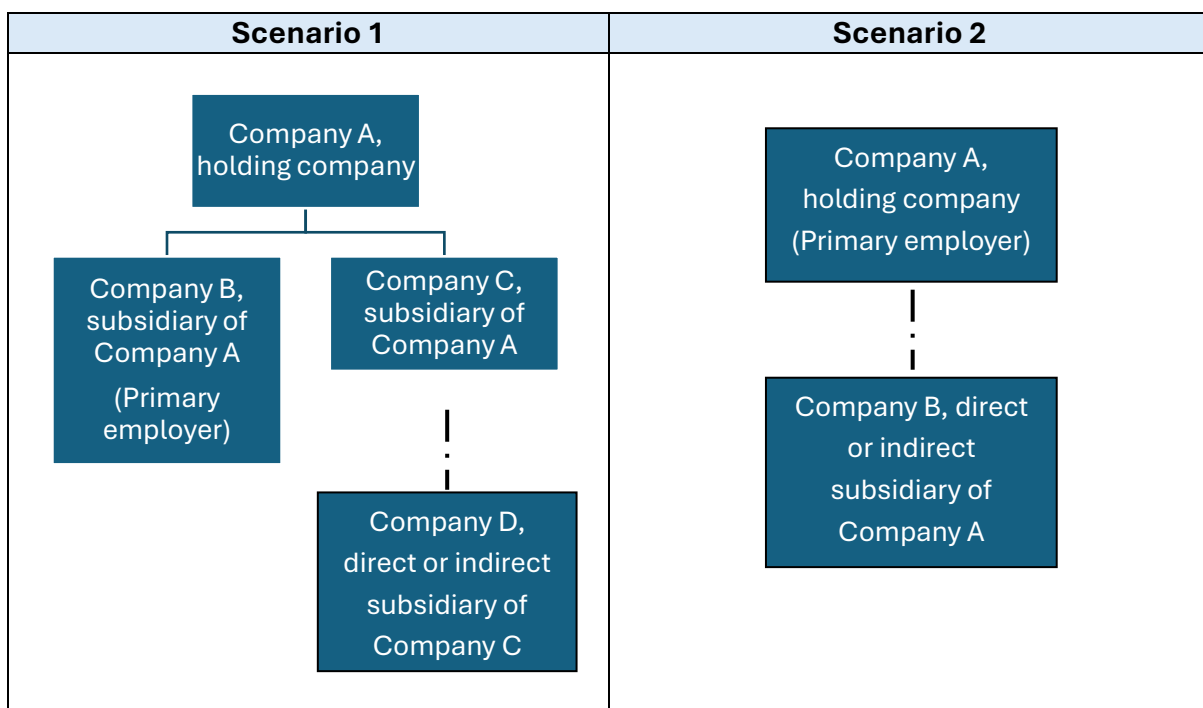
Employment Pass (EP) holders are generally only allowed to work for their employer as specified on their work pass. When EP holders undertake directorship appointments (executive or non-executive) in other companies, they are required to discharge directorship duties under the Companies Act. This constitutes a form of work for which a work pass is required. Should they wish to do so, they will have to apply for and be granted a Letter of Consent (LOC) pursuant to regulation 11 of the Employment of Foreign Manpower (Work Passes) Regulations 2012.

### **Taking up secondary directorship appointments in eligible companies**

#### *Directorships in related companies*

MOM will generally grant an LOC to allow EP holders to take up secondary directorship appointments in companies that are **related by corporate shareholding** to the EP holder's primary employer, as these appointments may be critical to their primary job role.

MOM may also grant an LOC for EP holders to take up secondary directorship appointments in companies that have an **indirect shareholding relationship** with the EP holder's primary employer. This may include holding companies of the primary employer or subsidiaries of the holding company of the primary employer. Secondary directorships are allowed in any of the companies other than the primary employer (*as illustrated in Scenarios 1 and 2 below*):



*Note: The company requesting for the EP holder to hold a directorship appointment ("secondary employer") will be required to provide MOM with an organisation chart which explains its relationship with the EP holder's primary employer.*

*Directorships in unrelated companies*

If the secondary directorship appointment is in an **unrelated** company, MOM relies on the assessment of a sector government agency regulating or promoting the development of the industry. The LOC may be granted if the agency supports the application.