

Client Handbook Incorporation/Registration of a DIFC Entity Foreign Recognised Company (FRC)



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I. Introduction

This user guide outlines the requirements and processes for registering a Foreign Recognised Company (FRC) at the Dubai International Financial Centre (DIFC).

II. Foreign Recognised Company (FRC)

To set up an entity as a Foreign Recognised Company:

- The body corporate must be registered in another jurisdiction and operates in DIFC by way of branches.
- > The name of the recognised entity to be registered in DIFC must be identical to the foreign entity name.

For more details about this legal structure, please refer to <u>DIFC Companies Law, Law No. 5 of 2018, and Regulations</u>.

III. In Principle Approval

Prior to applying for the registration of a FRC Company and depending on the type of the proposed business activity, an in-principle approval should be obtained either from the DIFC Authority (DIFCA) or the Dubai Financial Services Authority (DFSA).

DFSA's in-principle approval will be applicable for companies whose proposed business scope falls under financial activities. DIFCA's in-principle approval is required for companies whose proposed business scope falls under non-financial activities. For the list of non-financial activities, please <u>click here</u>. You may also contact the DIFC Business Development on <u>setup@difc.ae</u> for further details.

Upon receiving the in-principle approval, the company may proceed with securing a registered address (an operating location) within the Dubai International Financial Centre.

IV. Registered Address

In order to complete the registration application with DIFC, please ensure that the entity's operating location is registered before submitting the application on the DIFC Client Portal:

 If you are operating from a leased/ subleased unit, please ensure your lease agreement is registered with Registry Services. For more details on lease registration, please click



<u>here</u> or email <u>rorp@difc.ae</u>. If your lease is signed with DIFC Investments Ltd, lease registration will not be required as it will be completed automatically by DIFC Investments Ltd.

• If you are sharing a space with an affiliate, please obtain a No Objection Letter (NOC) from DIFCA. For more information, please contact your Business Development Relationship Manager from DIFCA.

If you are operating from a purchased unit, the unit must be owned by the entity itself or by the sole shareholder. Please contact Registry Services on rorp@difc.ae to apply for "Self-Occupy".

V. Name Reservation (optional)

If you would like to reserve a name, before proceeding with the application for registration of the FRC Company, you can submit an Application for Name Reservation in hard copy along with the fees to Registry Services. Name reservation is an optional service that is provided by the DIFC Registrar of Companies. A proposed name can be reserved for a period of 90 calendar days. To access the form, please <u>click here</u>

VI. DIFC Client Portal

Once you obtain the in-principle approval, you can start filling the Application for Incorporation/Registration on the DIFC Client Portal.

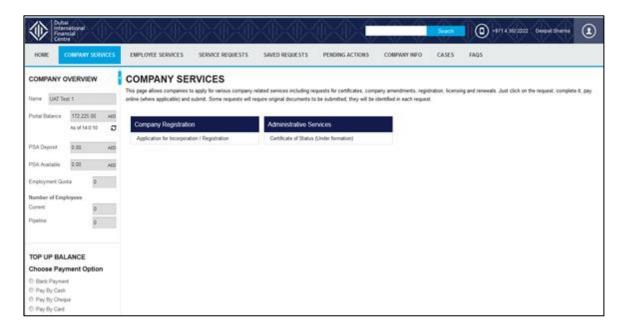
The DIFC Client Portal is a system developed by DIFC to extend and facilitate the services of the DIFC Registrar of Companies. If you wish to set up an entity in DIFC, you must use the DIFC Client Portal to submit your application. The sections below will guide you on the process and requirements to submit the Application for Incorporation/Registration on the portal:

- a) First Time Access to DIFC Client Portal Upon receiving the in-principle approval from DIFCA or DFSA, the person appointed as the point of contact will receive an email to create the user account. Below are the steps to obtain access:
 - Fill the user access form and upload the portal user passport copy.
 - Upon submission, receive an email with the user activation link.
 - The portal user must use the portal username each time to login to the portal.

b) Submission on the DIFC client portal



- Log in to the DIFC Client Portal: https://portal.difc.ae/ using your user name and password.
- Navigate to Company Services.
- For FRC Company registration, you will need to click on 'Application for Incorporation/Registration' under Company Registration.
- For the purpose of opening a bank account, the proposed Company may apply for "Certificate of Status" while it is still under formation. The service is available under Company services.



- Click 'Application for Incorporation/Registration'. In the first section, you are required
 to select your entity's legal structure and fill information related to your entity's name.
 In this case, you must select "FRC". Please ensure the correct legal structure is
 selected as this will define the structure of the application and the fees as well as the
 sections to be filled.
- Once your legal structure is selected, the system will enable the sections to be filled.
 You must complete all the mandatory fields in the first section to be able to proceed
 to the next section. In this section you must also indicate if you wish to apply for a
 new establishment card for the company. Please note that establishment card is an
 optional service and is required only if the entity wishes to sponsor employees. Once
 completed, click 'Next'.
- The following sections must be filled on the system to submit the application. After submission, DIFC Registry Services will process your application within four working



days. In case further information is required or documents need to be uploaded, the portal user will be notified by email and the comments will be accessible under the 'Pending Actions' tab.

Section Name	Description
Registered Address	In this section, you must specify the location of records and registers. You are also required to add your operating location(s). In case you will be operating from more than one unit, you may select one or more to be your registered address, provided that these units are located in the same building. Leased/subleased properties can be viewed only if the lease agreement is registered with the DIFC Registrar of Real Property. If your lease agreement is signed with DIFC investments Ltd, the lease agreement will be registered automatically by the landlord.
Authorised Signatories	In this section you must provide the authorised signatories for the proposed entity. They will be listed on the license issued by the DIFC. A minimum of one Authorised Signatory is required.
Foreign Company	In this section you must provide the details of the foreign company that will be registered in DIFC.
Directors	In this section, you must add the directors of the foreign company.
Approved Person	In this section you must provide details of the person who will be appointed by the recognised company to accept service of documents and notices. A minimum of one approved person is required.
Ultimate Beneficial Owner	In this section you must add the Ultimate Beneficial Owners of the foreign company as per the DIFC Ultimate Beneficial Owners Regulations.
Data Protection	In this section, you must specify whether the entity will be processing personal data or not. In case of processing personal data, you need to specify the manner of processing personal data. This section also requires the details of the data controller appointed by the proposed entity.
Company Secretary (Optional)	This is an optional section that can be used to add a company secretary if applicable.
Management Details (Optional)	This is an optional section that can be used to add at least one contact for each of the below: - CEO / managing director or person holding a similar position - Contact for general communications
Review & Finalize	In this section, you will be asked to review the full application before moving to the 'upload documents' section. Please ensure all the details are accurate and valid as changes cannot be made once the request is finalized.



Upload Documents	In this section, you will be required to upload all the documents as per the requirements section of this handbook. The system will generate a data protection declaration and an auto populated personnel sponsorship agreement (if applicable) that must be printed, signed by the authorized individuals and then uploaded as part of this section.
Submit Request	Once the required documents are uploaded, you can submit the application for registration. Upon submission, the system will direct you to the payment page to confirm deduction of the fees from your company balance. Please ensure you have enough balance prior to submitting your request.

c) Required documents

The following documents will be required to set up a FRC Company in the DIFC. Please note that all the documents must be scanned and uploaded on the portal. However, a list of following documents must be submitted in the original format as indicated in the table below:



Documents required to register a Recognised Company	To upload	Original Required
If any documents are not in the English Language, they must be accordant translation certified to the satisfaction of the Registrar.		
A copy of the foreign company' current Certificate of Incorporation in its place of origin, or a document of similar effect, certified by the relevant authority in the jurisdiction in which it is incorporated or registered. Certification validity should not exceed six months from date of submission on the portal	Yes	Yes
A copy of the foreign company's constitution certified as true copy by the company secretary or director of the company. This signature must be notarized in the country of origin and the UAE embassy of this country. Certification validity should not exceed six months from date of submission on the portal	Yes	Yes
A copy of the foreign company's most recent audited accounts filed with the relevant authority in the jurisdiction in which it is incorporated	Yes	No
Resolution of the board of directors of the foreign company: a) Authorising the registration of the recognised company in the DIFC b) Appointing the approved person who is also authorised to sign documents on behalf of the foreign company in relation to registering the recognised company in the DIFC c) Appointing the person authorised to sign documents in all matters following registration of the recognised company.	Yes	Yes
For a standard resolution template, please click here. Passport copies of all individuals listed on the application for registration. All passport copies must be certified as per the Certification Policy published on DIFC website.	Yes	No
Appointment Declaration dully signed by the approved person. This document is generated upon adding an approved person.	Yes	No
DFSA In principle Approval and Draft License (required for financial entities only)	Yes	No
If the entity is undertaking a business activity that requires an approval from a government authority, the approval document or the No Objection letter must be uploaded. To view the list of activities that require third party approval, please refer to the non-financial business activities guide.	Yes	No



If the entity is sharing office space with an affiliate, a No Objection Certificate for sharing registered space issued by DIFC Authority is required.	Yes	No		
DP Declaration. This document is generated after finalizing the request on DIFC Client Portal and must be signed by the appointed data controller.	Yes	No		
If the proposed company applied for an establishment card, the below is required:				
Personnel Sponsorship Agreement. This document is generated after finalizing the request on DIFC Client Portal and must be signed by the company's authorized signatory.	Yes	No		

d) Top Up your balance on the portal

In order to submit the Application for registration on the portal, the company must have sufficient portal balance. Below please find the steps to top up your portal balance:

- Log in to the DIFC Client Portal: https://portal.difc.ae/ using your user name and password.
- To top up your balance, please enter the amount and select the payment method on the left hand panel of the screen. For wire transfers, ensure your business partner number is included in the narration provided by the bank. This will help us identify the source of the funds and top up your balance faster.

For more information, please email us on portal@difc.ae.



Fees		
Service	Non-Retail	Retail
Registrar of Companies		
Name Reservation	\$ 200	\$ 200
Registration fees		
For a Foreign Recognised Company	\$ 8,000	\$ 3,400
For a Representative Office	\$ 2,000	n.a
License fees upon registration and annually		
For a Foreign Recognised Company	\$ 12,000	\$ 5,100
For a Representative Office	\$ 4,000	n.a
Government Services		
New Establishment Card Fees (if applicable)		
Normal	\$ 618	\$ 618
Express	\$ 656	\$ 656
Personnel Sponsorship Agreement Deposit	\$ 680	\$680
Data Protection		
Entity does not intend to process personal data	Nil	Nil
Prior to or immediately upon personal data processing	\$ 1,000 (Financial) \$ 500 (Non-Financial)	\$ 200
Permit to transfer personal data outside DIFC under Article 12(1)(a) of the Data Protection Law	\$ 250 (Financial) \$ 150 (Non-Financial)	\$ 50
Permit to process sensitive personal data under Article 10(2) of the Data Protection Law	\$ 250 (Financial) \$ 150 (Non-Financial)	\$ 50