#### DRAFT STATUTORY INSTRUMENTS

# 2016 No.

# The Pubs Code etc. Regulations 2016

## PART 5

Market rent only option: MRO notice

## The MRO notice

- **23.**—(1) A tied pub tenant may give a notice (an "MRO notice") to the pub-owning business where—
  - (a) the event specified in regulation 24 or 25 occurs; or
  - (b) the event specified in regulation 26 or 27 occurs and the investment exception does not apply (see regulation 56).
  - (2) The MRO notice must be—
    - (a) in writing; and
    - (b) received by the pub-owning business within the period of 21 days beginning with the day on which the event mentioned in paragraph (1) occurred.
  - (3) The MRO notice must include—
    - (a) the tenant's name, postal address, email address (if any) and telephone number;
    - (b) the date on which the notice is being sent;
    - (c) the name of the tied pub in relation to which the request for an offer of a market rent only option is being made and its address;
    - (d) the date on which the event mentioned in paragraph (1) occurred; and
    - (e) a description of that event which, in the tenant's opinion, demonstrates that it is an event specified in regulation 24, 25, 26 or 27.
  - (4) A tied pub tenant may not give an MRO notice to the pub-owning business where—
    - (a) the tenant has already given an MRO notice under paragraph (1); and
    - (b) the MRO procedure(1) which relates to that notice has not ended.

### A significant increase in the price of a product or service

**24.** The event specified in this regulation is that the tied pub tenant receives notification of a significant increase in the price at which a product or service which is subject to a product or service tie is supplied to the tied pub tenant.

### A trigger event

- **25.**—(1) The event specified in this regulation is that the tied pub tenant sends the pub-owning business a relevant analysis which demonstrates that a trigger event has occurred.
- (2) In paragraph (1), a "relevant analysis" means a written analysis of the level of trading which is forecast for a period of 12 months or more.

## The renewal of a pub arrangement

- **26.**—(1) The event specified in this regulation is that a pub arrangement is renewed.
- (2) For the purposes of section 43(6) of SBEEA 2015 (and so of this regulation), a tenancy to which Part 2 of the Landlord and Tenant Act 1954 applies is renewed between the tied pub tenant and the pub-owning business—
  - (a) on the day on which the tied pub tenant receives the pub-owning business's notice under section 25(1) of the Landlord and Tenant Act 1954; or
  - (b) on the day on which the landlord receives the tied pub tenant's request under section 26 of that Act.
- (3) For the purposes of section 43(6) of SBEEA 2015 (and so of this regulation), a tenancy to which Part 2 of the Landlord and Tenant Act 1954 does not apply is renewed between the tied pub tenant and the pub-owning business on the first day on which the tenancy may be renewed under the terms of the tenancy.

#### A rent assessment or an assessment of money payable in lieu of rent

27. The event specified in this regulation is that the tied pub tenant receives a rent assessment proposal sent by the pub-owning business under regulation 20(1) in respect of the tenancy or licence.