

## SCHEDULE 4

### Transitional provisions

#### Part 1

#### Transitional provisions relating to Schedule 1

##### **Section 141 - subsidiary acting as authorised dealer in securities**

1. Where the amendment made by paragraph 2 of Schedule 1 would (apart from this paragraph) mean that a subsidiary which immediately before exit day is a member of its holding company can no longer be such a member—

- (a) for the period of one year beginning on exit day—
  - (i) the amendment made by paragraph 2 of Schedule 1 to these Regulations does not apply to the subsidiary; and
  - (ii) section 141(2)(b) of the Act is to be read, in relation to the subsidiary, as—
    - “(b) is a member of or has access to an EU regulated market or UK regulated market”; and
- (b) from the end of that period—
  - (i) the subsidiary may continue to be a member of the company; and
  - (ii) sections 137(3) and (4) of the Act apply to it with the following modifications—
    - (aa) for “this section”, read “paragraph 1(b)(i) of Schedule 4 to the Companies, Limited Liability Partnerships and Partnerships (Amendment etc.) (EU Exit) Regulations 2019”; and
    - (bb) in subsection (4), for “mentioned in subsection (1) above” read “held at the end of the period of one year beginning on exit day”.