SCHEDULE 3

Amendment of retained direct EU legislation

PART 2

Amendment of retained EU Regulations

Commission Regulation (EU) 1217/2010

7.—(1) Commission Regulation (EU) 1217/2010 on the application of Article 101(3) of the Treaty on the Functioning of the European Union to certain categories of research and development agreements is amended as follows.

- (2) In Article 1(1), after point (q), insert—
 - "(ra) "the Chapter 1 prohibition" means the prohibition imposed by section 2(1) of the Competition Act 1998;".
- (3) In Article 2(1)—
 - (a) for the first subparagraph substitute—

"Subject to the provisions of this Regulation, research and development agreements are exempt from the Chapter 1 prohibition.";

- (b) in the second subparagraph, for "Article 101(1) of the Treaty" substitute "the Chapter 1 prohibition".
- (4) In Article 4(1), for "internal market" substitute "United Kingdom".
- (5) In Article 5, in points (f) and (g), for "internal market" substitute "United Kingdom";
- (6) In Article 6-
 - (a) in point (a), for "which the parties hold in the internal market" (in both places it occurs) substitute "held by the parties which have effect in the United Kingdom";
 - (b) in point (b), for "internal market" substitute "United Kingdom".
- (7) Omit Article 8.

(8) In the words after Article 9, omit the words from "This Regulation shall be binding" to "Member States.".