

SCHEDULE 1

Modified application of Parts 1 and 2 of the Insolvency Act 1986 to relevant societies

PART 2

Modified application of Part 1 of the Insolvency Act
1986 to relevant societies (further modifications)

Part 1 (company voluntary arrangements)

3. Section 1 of the 1986 Act (those who may propose an arrangement)(**1**) has effect as if—
- (a) it required any proposal under Part 1 to be so framed as to enable a relevant society to comply with the rules of the society and the provisions of the Industrial and Provident Societies Acts 1965 to 1968(**2**) and the Credit Unions Act 1979(**3**); and
 - (b) in subsection (1)(**4**) the reference to debts included a reference to any amount owed by the society in respect of a member's shares where—
 - (i) the society is an authorised deposit taker; and
 - (ii) the amount concerned is owed in respect of a deposit.

(1) Section 1 was amended by the Insolvency Act 2000, Schedule 2, paragraphs 1 and 2, and by the Enterprise Act 2002 (c. 40), Schedule 17, paragraphs 9 and 10. There are other amendments not relevant to this Order.

(2) For the meaning of this citation see section 23(2) of the Friendly and Industrial and Provident Societies Act 1968 (c. 55).

(3) 1979 c.34.

(4) Subsection 1 was amended by the Enterprise Act 2002, Schedule 17, paragraphs 9 and 10(a).