SCOTTISH STATUTORY INSTRUMENTS

2021 No. 106

The Agricultural Holdings (Relinquishment and Assignation) (Application to Relevant Partnerships) (Scotland) Regulations 2021

PART 2

Application of Part 3A of the 1991 Act to relevant partnerships

Relevant partnerships

- **2.**—(1) This regulation applies where the tenant of an agricultural holding to which section 32A(2) of the 1991 Act applies is a relevant partnership.
 - (2) A relevant partnership is a limited partnership in which a limited partner is—
 - (a) the landlord,
 - (b) an associate of the landlord, or
 - (c) a partnership or company in which the landlord has a relevant interest.
- (3) For the purposes of paragraph (2)(c), a landlord has a relevant interest in a partnership or company if the landlord or an associate of the landlord is—
 - (a) a partner in the partnership,
 - (b) a partner in a partnership which forms part of the partnership,
 - (c) a shareholder in the company, or
 - (d) the holder of a standard security or floating charge over an interest in the tenancy where the partnership or company is a partner in the tenant.
 - (4) For the purposes of this regulation, a person is an associate of a landlord if the person is—
 - (a) where the landlord is a partnership or a company, a partner in the landlord or, as the case may be, a shareholder in the landlord,
 - (b) where an associate of the landlord is a partnership or a company, a partner in or, as the case may be, a shareholder in that associate,
 - (c) an agent of the landlord or of an associate of the landlord, or
 - (d) a member of the landlord's family.
- (5) Section 71 of the 2003 Act applies for the purposes of paragraph (4)(d) as it applies for the purposes of section 70(8)(d) of that Act.

Modifications where tenant is a relevant partnership

3. Where regulation 2 applies, Part 3A of the 1991 Act has effect as if the following were omitted—

- (a) in section 32A(1), the words "or, failing which, assign the lease to an individual who is a new entrant to, or who is progressing, in farming",
- (b) in section 32F(3), paragraph (b),
- (c) section 32U,
- (d) in section 32W, the definitions of "new entrant to farming" and "person progressing in farming".