

---

**Changes to legislation:** There are currently no known outstanding effects for the Coal Industry Act 1994,  
Cross Heading: Treasury guarantees for loans made to companies. (See end of Document for details)

---

## SCHEDULES

### SCHEDULE 3

#### FINANCIAL STRUCTURE OF SUCCESSOR COMPANIES

##### *Treasury guarantees for loans made to companies*

- 9 (1) Subject to the following provisions of this Schedule, the Treasury may guarantee, in such manner and on such terms as they may think fit, the repayment of the principal of, the payment of interest on, and the discharge of any other financial obligation in connection with, any sums which are borrowed from a person other than the Secretary of State by any relevant successor company.
- (2) The Treasury shall not give a guarantee under this paragraph except at a time when the company in question is wholly owned by the Crown.
- (3) Immediately after a guarantee is given under this paragraph, the Treasury shall lay a statement of the guarantee before each House of Parliament; and immediately after any sum is issued for fulfilling a guarantee so given, the Treasury shall so lay a statement relating to that sum.
- (4) Any sums required by the Treasury for fulfilling a guarantee under this paragraph shall be charged on and issued out of the Consolidated Fund.
- (5) If any sums are issued in fulfilment of a guarantee given under this paragraph, the company whose obligations are so fulfilled shall make to the Treasury, at such times and in such manner as the Treasury may from time to time direct—
- (a) payments of such amounts as the Treasury may so direct in or towards repayment of the sums so issued; and
  - (b) payments of interest on what is outstanding for the time being in respect of sums so issued at such rate as the Treasury may so direct.
- (6) Any sums received under sub-paragraph (5) above by the Treasury shall be paid into the Consolidated Fund.

**Changes to legislation:**

There are currently no known outstanding effects for the Coal Industry Act 1994, Cross Heading: Treasury guarantees for loans made to companies.