
Changes to legislation: The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

Regulations made by the Treasury, laid before Parliament under paragraph 5(3) of Schedule 7 to the European Union (Withdrawal) Act 2018, for approval by resolution of each House of Parliament within 28 days beginning with the day on which the Regulations were made, subject to extension for periods of adjournment for more than four days or periods of dissolution or prorogation.

STATUTORY INSTRUMENTS

2019 No. 1370

EXITING THE EUROPEAN UNION FINANCIAL SERVICES AND MARKETS

The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019

Made - - - - at 10.45 a.m. on
22nd October 2019
Laid before Parliament at 4.00 p.m. on 22nd
October 2019
Coming into force in accordance with regulation 1

The Treasury, in exercise of the powers conferred by section 8(1) of, and paragraph 21 of Schedule 7 to, the European Union (Withdrawal) Act 2018(1), make the following Regulations.

The Treasury are of the opinion that, by reason of urgency, it is necessary to make these Regulations without a draft of the instrument being laid before, and approved by a resolution of, each House of Parliament(2).

Modifications etc. (not altering text)

C1 Regulations: power to modify conferred (11.7.2023) by [Financial Services and Markets Act 2023](#) (c. 29), [ss. 3, 86\(3\)](#), [Sch. 1 Pt. 2](#); [S.I. 2023/779](#), [reg. 2\(d\)](#)

(1) [2018 c.16](#).

(2) Paragraph 5(2) of Schedule 7 to the European Union (Withdrawal) Act 2018.

Changes to legislation: The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

PART 1

General provision

Citation and commencement

1.—(1) These Regulations may be cited as the Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019.

(2) This regulation and regulations 2, 3 and 4 come into force immediately before exit day.

(3) The remainder of these Regulations come into force on exit day.

Commencement Information

I1 [Reg. 1](#) in force at 31.12.2020 immediately before IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(2\)](#)

PART 2

Amendment of secondary legislation

Amendment of the Packaged Retail and Insurance-based Investment Products (Amendment) (EU Exit) Regulations 2019

2. In regulation 12(2)(a) (substitution of Article 32(1)) of the Packaged Retail and Insurance-based Investment Products (Amendment) (EU Exit) Regulations 2019⁽³⁾, for “31 December 2019” substitute “31 December 2021”.

Commencement Information

I2 [Reg. 2](#) in force at 31.12.2020 immediately before IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(2\)](#)

Amendment of the Gibraltar (Miscellaneous Amendments) (EU Exit) Regulations 2019

3. In regulation 11(5) (saving for certain financial services legislation relating to Gibraltar) of the Gibraltar (Miscellaneous Amendments) (EU Exit) Regulations 2019⁽⁴⁾, after sub-paragraph (z2)⁽⁵⁾ insert—

“(z3) regulations 6 and 7 of the Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019;

(z4) the Over the Counter Derivatives, Central Counterparties and Trade Repositories (Amendment, etc., and Transitional Provision) (EU Exit) (No. 2) Regulations 2019”.

⁽³⁾ [S.I. 2019/403](#).

⁽⁴⁾ [S.I. 2019/680](#).

⁽⁵⁾ Subparagraph (z2) was inserted by regulation 29 of [S.I. 2019/1234](#).

Changes to legislation: *The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes*

.....

Commencement Information

- I3** [Reg. 3](#) in force at 31.12.2020 immediately before IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(2\)](#)

Amendment of the Official Listing of Securities, Prospectus and Transparency (Amendment etc.) (EU Exit) Regulations 2019

4. In regulation 69 (amendment of European Parliament and Council Regulation (EU) 2017/1129) of the Official Listing of Securities, Prospectus and Transparency (Amendment etc.) (EU Exit) Regulations 2019(6), for the words from “the following provisions are omitted” to the end substitute “, omit Article 3(2).”.

.....

Commencement Information

- I4** [Reg. 4](#) in force at 31.12.2020 immediately before IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(2\)](#)

Amendment of the Proxy Advisors (Shareholders’ Rights) Regulations 2019

5.—(1) The Proxy Advisors (Shareholders’ Rights) Regulations 2019(7) are amended as follows.

(2) Regulation 2 (interpretation) is amended in accordance with paragraphs (3) and (4).

(3) In paragraph (1), in the definition of “proxy advisor”—

(a) in paragraph (b)—

(i) in sub-paragraph (i), omit “or another EEA State,”;

(ii) for sub-paragraph (ii) substitute—

“(ii) the shares are admitted to trading on a UK regulated market or a Gibraltar regulated market; and”.

(b) in paragraph (c), in sub-paragraph (ii), omit “or any other EEA State”;

(4) In paragraph (2)—

(a) in paragraph (a), after “companies” insert “as in force immediately before exit day”;

(b) for sub-paragraph (b) substitute—

“(b) in the definition of “proxy advisor”, in paragraph (b)—

(i) “regulated market” means a multilateral system operated or managed by a market operator, which brings together or facilitates the bringing together of multiple third-party buying and selling interests in financial instruments (in the system and in accordance with its non-discretionary rules) in a way that results in a contract, in respect of the financial instruments admitted to trading under its rules or systems;

(ii) “UK regulated market” means a regulated market which is a recognised investment exchange under section 285 of the Act, but not an overseas investment exchange within the meaning of section 313(1) of the Act;

(iii) “Gibraltar regulated market” means a regulated market which is authorised and functions regularly and in accordance with Part 3 of the Financial

(6) [S.I. 2019/707](#) has been amended by [S.I. 2019/1234](#).

(7) [S.I. 2019/926](#).

Changes to legislation: *The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes*

Services (Markets in Financial Instruments) Act 2018 of Gibraltar⁽⁸⁾ (as amended from time to time);

(iv) “shareholder” has the meaning given by Article 2.1(e) of the transparency obligations directive (within the meaning given in section 103(1) of the Act⁽⁹⁾) as in force immediately before exit day.”.

(5) In regulation 22 (application of Part 11 of the Act), omit paragraph (8)(b).

(6) In regulation 26 (application of Part 26 of the Act), in paragraph (5)(b), for “(7A) to (8F)” substitute “(8) to (8E)”⁽¹⁰⁾.

(7) In regulation 30 (interpretation of Part 6), in both paragraphs (a) and (b), omit “or another EEA State,”.

Commencement Information

I5 [Reg. 5](#) in force at 31.12.2020 on IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1](#)

PART 3

Amendment or revocation of retained direct EU legislation

Amendment of Regulation (EU) No 2017/1129

6.—(1) Article 1 of Regulation (EU) No 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing [Directive 2003/71/EC](#)⁽¹¹⁾ is amended as follows.

(2) In paragraph 3—

(a) in the first subparagraph—

(i) omit “to the second subparagraph of this paragraph and”, and

(ii) for “Union” substitute “United Kingdom”;

(b) omit the second subparagraph.

(3) Paragraph 5 is amended in accordance with paragraphs (4) and (5).

(4) In the first subparagraph, in point (c), before “Article 53(2)” insert “the UK law which implemented”.

(5) In the second subparagraph—

(a) for point (a) substitute—

“(a) where a prospectus was drawn up in accordance with—

(i) before exit day, either this Regulation as it had effect immediately before exit day or [Directive 2003/71/EU](#); or

(ii) on or after exit day, this Regulation,

⁽⁸⁾ L.N. 2017/135.

⁽⁹⁾ The definition of “transparency obligations directive” was inserted by section 1265 of the Companies Act 2006 (c. 46) and amended by [S.I. 2012/1538](#) and [2015/1755](#).

⁽¹⁰⁾ Section 391(8) to (8E) are amended by [S.I. 2014/2879](#), [2016/680](#), [2016/715](#), [2017/1127](#) and [2019/632](#).

⁽¹¹⁾ Relevant amending instruments are [S.I. 2019/707](#) and [2019/1234](#).

Changes to legislation: *The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes*

upon the offer to the public or admission to trading on a regulated market of the securities giving access to the shares;”.

(b) in point (d)—

- (i) For “Section 3” substitute “the UK law which implemented Section 3”,
- (ii) For “the Solvency Capital Requirement” substitute “the UK law which implemented the Solvency Capital Requirement”, and
- (iii) For “the group solvency requirement” insert “the UK law which implemented the group solvency requirement”.

Commencement Information

I6 [Reg. 6](#) in force at 31.12.2020 on IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(3\)](#)

Revocation of Regulation (EU) 2019/1156

7.—(1) Regulation (EU) 2019/1156 of the European Parliament and of the Council of 20 June 2019 on facilitating cross-border distribution of collective investment undertakings and amending Regulations (EU) No 345/2013, (EU) No 346/2013 and (EU) No 1286/2014 (“the 2019 Regulation”) is revoked.

(2) Nothing in the revocation effected by paragraph (1) affects the amendments made by Article 17 of the 2019 Regulation to Regulation (EU) No 1286/2014 of the European Parliament and of the Council of 26 November 2014 on key information documents for packaged retail and insurance-based investment products (PRIIPs).

Commencement Information

I7 [Reg. 7](#) in force at 31.12.2020 on IP completion day (in accordance with 2020 c. 1 Sch. 5 para. 1(1)), see [reg. 1\(3\)](#)

At 10.45 a.m. on 22nd October 2019

David Rutley
Rebecca Harris
Two of the Lords Commissioners of Her
Majesty’s Treasury

Changes to legislation: *The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes*

EXPLANATORY NOTE

(This note is not part of the Regulations)

These Regulations are made in exercise of the powers in section 8(1) of the European Union (Withdrawal) Act 2018 (c.16) in order to address failures of retained EU law to operate effectively (see in particular paragraphs (a) to (e) and (g) of section 8(2) of that Act) and other deficiencies arising from the withdrawal of the United Kingdom from the European Union, and to make consequential changes.

Part 2 contains amendments to UK secondary legislation.

Regulation 2 ensures that an amendment made by the 2019 Regulation (as defined in regulation 7(1) of these Regulations) to Regulation (EU) No 1286/2014 of the European Parliament and of the Council of 26 November 2014 on key information documents for packaged retail and insurance-based investment products (PRIIPs) is retained after exit day.

Regulation 3 adds regulations 6 and 7 of these Regulations and the Over the Counter Derivatives, Central Counterparties and Trade Repositories (Amendment, etc., and Transitional Provision) (EU Exit) (No. 2) Regulations 2019 to the list of instruments saved with modifications in relation to Gibraltar by the Gibraltar (Miscellaneous Amendments) (EU Exit) Regulations 2019.

Regulation 4 amends the Official Listing of Securities, Prospectus and Transparency (Amendment etc.) (EU Exit) Regulations 2019 (S.I. 2019/707) in so far as they amend Regulation (EU) No 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC (“the Prospectus Regulation”).

Regulation 5 amends the Proxy Advisors (Shareholders’ Rights) Regulations 2019 (S.I. 2019/926).

Part 3 contains amendments to retained EU law, as defined by section 6(7) of the European Union (Withdrawal) Act 2018.

Regulation 6 amends the Prospectus Regulation.

Regulation 7 revokes the 2019 Regulation.

A full impact assessment has not been produced for this instrument as no, or no significant, impact on the private, voluntary or public sector is foreseen.

Changes to legislation:

The Cross-Border Distribution of Funds, Proxy Advisors, Prospectus and Gibraltar (Amendment) (EU Exit) Regulations 2019 is up to date with all changes known to be in force on or before 11 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.

[View outstanding changes](#)

Changes and effects yet to be applied to :

- Regulations revoked by [2023 c. 29 Sch. 1 Pt. 2](#)