



**The Companies (Treasury Shares)
Regulations, 2016**

<i>Made</i>	21 st July, 2016
<i>Coming into operation</i>	22 nd July, 2016
<i>Laid before the States</i>	, 2016

THE COMMITTEE FOR ECONOMIC DEVELOPMENT, in exercise of the powers conferred on it by sections 327, 535 and 538 of the Companies (Guernsey) Law, 2008, as amended^a, and all other powers enabling it in that behalf, hereby makes the following Regulations:-

Maximum holding of treasury shares.

1. For the purpose of section 327 of the Law, the number of shares of any class held as treasury shares must not at any time exceed 100% of the total number of issued shares of that class at that time, provided always that at least one non-redeemable share in the company, whether of that or any other class, is held by a person other than the company.

Consequential and supplementary amendments

2. In section 327 of the Law -
- (a) The existing text is renumbered as subsection "(1) ",
 - (b) In subsection (1), as so numbered, for "10%" substitute "100%",
 - (c) After subsection (1), as so numbered, insert the following subsection -

"(2) Notwithstanding the provisions of subsection (1), at least one non-redeemable share in the company, whether of that or any other class, must be held by a person other than the company"

^a No. VIII of 2008; there are amendments that are not material to these regulations.

Interpretation.

3. (1) In these regulations the "Law" means the Companies (Guernsey) Law, 2008.

(2) References in these regulations to an enactment are references thereto as from time to time amended, repealed and replaced (with or without modification), extended or applied.

(3) The Interpretation (Guernsey) Law, 1948^b applies to the interpretation of these regulations.

Citation.

4. These regulations may be cited as the Companies (Treasury Shares) Regulations, 2016.

Commencement.

5. These regulations shall come into force on the 22nd July, 2016.

Dated this 21st day of July, 2016



DEPUTY P. FERBRACHE

President of the States Committee for Economic Development
For and on behalf of the Committee

EXPLANATORY NOTE

(This note is not part of the regulations)

These regulations prescribe the maximum percentage of a company's shares which may be held by the company as treasury shares and make such consequential and supplementary

^b Ordres en Conseil Vol. XIII, p. 355.

amendments to the Companies (Guernsey) Law, 2008 as the Committee considers necessary and expedient to reflect the new maximum percentage.

These regulations came into operation on the 22nd July, 2016.
