STATUTORY INSTRUMENTS

1986 No. 2247

INSOLVENCY

INSOLVENCY PRACTITIONERS

The Insolvency Practitioners (Amendment) Regulations 1986

Made - - -	17*th December* 1986
Laid before Parliament	18*th December* 1986
Coming into Force	29*th December* 1986

The Secretary of State, in the exercise of the powers conferred on him by sections 390 and 419 of the Insolvency Act 1986(**a**), hereby makes the following Regulations:—

Citation, commencement and interpretation

1.—(1) These Regulations may be cited as the Insolvency Practitioners (Amendment) Regulations 1986 and shall come into force on 29th December 1986.

(2) In these Regulations references to "the principal Regulations" are to the Insolvency Practitioners Regulations 1986(**b**) and a Regulation or Schedule referred to by number means the Regulation or Schedule so numbered in the principal Regulations.

2.—(1) In Regulation 10(1) there shall be added at the end of sub-paragraph (c) the words "or £5,000,000 whichever shall be the less".

(2) In Schedule 2 the reference to Regulation 10(*b*) in paragraph 1 of Part II shall be deleted and replaced by a reference to Regulation 10(1)(*b*).

(3) In Schedule 2 the reference to Rule 2.11 of the Insolvency Rules 1986(c) in paragraph 2(*b*) of Part II shall be deleted and replaced by a reference to Rule 2.2 of those Rules.

(4) In Schedule 2 there shall be added at the end of Part II the following new paragraph:—

> " 4. In any case where the value of a person's assets estimated in accordance with paragraphs 1 and 2 above is more than £5,000,000 the value of those assets shall, for the purposes of this Part of the Schedule, be deemed to be £5,000,000."

(**a**) 1986 c.45. (**b**) S.I. 1986/1995. (**c**) S.I. 1986/1925.

3. These Regulations shall be read and construed as one with the principal Regulations.

Michael Howard,
Parliamentary Under-Secretary of State,
Department of Trade and Industry.

17th December 1986.

EXPLANATORY NOTE

(This Note does not form part of the Regulations.)

These Regulations amend the Insolvency Practitioners Regulations 1986 to provide for the maximum amount of the specific penalty sum under any bond entered into by an insolvency practitioner pursuant to Regulation 10 of those Regulations to be £5,000,000. They also correct references in Schedule 2 of those Regulations to the Insolvency Rules 1986 and to Regulation 10.

These Regulations come into force on the same day (29th December 1986) as the Insolvency Practitioners Regulations 1986 and are to be read and construed as one with them.