Mergers fee information

August 2012

Subject to some limited exceptions, any merger which qualifies for reference to the Competition Commission is subject to a fee irrespective of whether a reference is made.

For a pre-notified merger using a statutory merger notice, payment must be submitted with the completed notice. For other mergers which involve the acquisition of a controlling interest, the fee becomes payable on the announcement of the OFT’s decision (or Secretary of State’s in public interest cases) whether or not to refer the merger to the Competition Commission. The OFT’s practice is to send an invoice to the merging parties after a decision has been announced, and payment must be made within 30 days of the date of the invoice.

As a result of the Enterprise Act 2002 (Merger Fees) (Amendment and Revocation) Order 2012 Merger fees will increase on 1 October 2012. Fees vary according to the value of the UK turnover of the acquired enterprise. The following fees will apply:

<table>
<thead>
<tr>
<th>Fee before 1/10/12</th>
<th>Fee on or after 1/10/12</th>
<th>Charge Band</th>
</tr>
</thead>
<tbody>
<tr>
<td>£30,000</td>
<td>£40,000</td>
<td>Value of the UK turnover of the enterprises being acquired is £20 million or less</td>
</tr>
<tr>
<td>£60,000</td>
<td>£80,000</td>
<td>Value of the UK turnover of the enterprises being acquired is over £20 million but not over £70 million</td>
</tr>
<tr>
<td>£90,000</td>
<td>£120,000</td>
<td>Value of the UK turnover of the enterprises being acquired exceeds £70 million, but does not exceed £120 million</td>
</tr>
<tr>
<td>£90,000</td>
<td>£160,000</td>
<td>Value of the UK turnover of the enterprises being acquired exceeds £120 million</td>
</tr>
</tbody>
</table>
In order to decide the fee due for each case the relevant date is as follows:

**Statutory Merger Notices** – the date that the Notice is treated as received by the OFT
**Anticipated Mergers** – the date of the OFT decision
**Completed Mergers** – the date the enterprises ceased to be distinct.

Fees may either be paid by banker’s draft, or cheque, payable to the Office of Fair Trading and crossed 'AC Payee Only’, or by Bankers Automated Clearing Systems (BACS) or Clearing House Automated Payments Systems (CHAPS). The fee must be paid in sterling. If payment is made by an electronic transfer the amount of payment received must be net of any service, transfer or wiring fees charged by any bank or financial institution.

Use the following information if paying by BACS or CHAPS.

**By BACS**
CITIBANK NA LONDON
Sort Code: 08-33-00
Account Number: 12620340

Account Name: GBS Re OFFICE OF FAIR TRADING TRUST ACCOUNT

**By CHAPS**
CITIBANK NA LONDON
Sort Code: 08-33-00
Account Number: 12620340

IBAN: GB81CITI08330012620340

SWIFT CODE: CITIGB2I

Account Name: GBS Re OFFICE OF FAIR TRADING TRUST ACCOUNT

Any cheque sent as payment should be accompanied by the payment slip at the end of the fees request letter or the merger notice. The BACS or CHAPS payment should contain the acquirer’s name. An email giving the acquirer’s name, the OFT's file reference and invoice number, if applicable, and the CHAPS / BACS reference number should be sent by email to steven.clarke@oft.gov.uk so that the transfer can be matched to the relevant case.
Please follow this procedure carefully, particularly if the payment is in respect of a statutory merger notice. Any delay in matching the transferred fee with the merger notice may result in a delay in registering the notice and hence a delay in the statutory 20-working day period starting to run.

See also Part 7 of 'Mergers – Jurisdictional and procedural guidance', OFT 527, June 2009.