

Statutory Document No. 2019/0067

*Financial Services Act 2008*

REGULATED ACTIVITIES (CROWDFUNDING) (AMENDMENT) ORDER 2019

Approved by Tynwald: 22nd May 2019
Coming into Operation: 1 June 2019

The Treasury makes the following Order under section 44(6) of the Financial Services Act 2008.

1 Title

This Order is the Regulated Activities (Crowdfunding) (Amendment) Order 2019.

2 Commencement

If approved by Tynwald, this Order comes into operation on 1 June 2019.

3 Amendment of the Regulated Activities Order 2011

(1) Schedule 1 to the Regulated Activities Order 2011¹ is amended as follows.

(2) In Class 6 – Crowdfunding platforms – for subparagraph (2) substitute –

☞ (2) Operating investment-based crowdfunding services, which –

(a) means the operation of an electronic platform in relation to arranging deals in investments in which the operator of the electronic platform facilitates persons to become issuers of investments or direct investors; and

(b) may include the operation of secondary trading facilities within the platform at (a), if the secondary trading facilities are operated solely in relation to investments originally facilitated under (a) on that electronic platform. ☞.

¹ SD 884/11

MADE 28/03/2019

A.L. CANNAN
Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This Order amends the Regulated Activities Order 2011 to expand Class 6(2) activity to allow the operation of a limited secondary market for crowdfunded equities.