

CAYMAN ISLANDS



Supplement No. 3 published with Extraordinary  
Gazette No. 23 dated 15 March, 2011.

**A BILL FOR A LAW TO AMEND THE SECURITIES INVESTMENT  
BUSINESS LAW (2010 REVISION) TO PROVIDE THAT THE  
DISPOSAL OF TREASURY SHARES BY A COMPANY DOES NOT  
CONSTITUTE SECURITY INVESTMENT BUSINESS; AND TO  
PROVIDE FOR INCIDENTAL AND CONNECTED PURPOSES**

**THE SECURITIES INVESTMENT BUSINESS (AMENDMENT) BILL,  
2011**

**MEMORANDUM OF OBJECTS AND REASONS**

This Bill seeks to amend the Securities Investment Business Law (2010 Revision).

Clause 1 provides the short title.

Clause 2 amends the Third Schedule to clarify that the disposal of treasury shares does not constitute security investment business.

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ENACTED by the Legislature of the Cayman Islands.

1. This Law may be cited as the Securities Investment Business (Amendment) Law, 2011. Short title
  
2. The Securities Investment Business (2010 Revision) is amended in the Third Schedule by inserting after paragraph (2) of item 1 the following paragraph - Amendment of the Third  
Schedule of the  
Securities Investment  
Business Law (2010  
Revision) - excluded  
activities

“ (2A) Disposing of treasury shares:  
Where a company disposes of any of its treasury shares.”.

Passed by the Legislative Assembly the       day of       , 2011.

Speaker.

Clerk of the Legislative Assembly.