

**DEROGATION LETTER IN RESPECT OF INITIAL ENFORCEMENT ORDER ISSUED
PURSUANT TO SECTION 72(2) ENTERPRISE ACT 2002 COMPLETED ACQUISITION**

Consent under section 72(3C) of the Enterprise Act 2002 to certain actions for the purposes of the Initial Enforcement Order made by the Competition and Markets Authority ('CMA') on 10 February 2020.

Completed acquisition of 3G Truck & Trailer Parts Ltd by TVS Europe Distribution Limited

We refer to your email of 8 January 2021 requesting that the CMA consents to derogations to the Initial Enforcement Order of 10 February 2020 (the **Initial Order**). The terms defined in the Initial Order have the same meaning in this letter.

Under the Initial Order, except with the prior written consent of the CMA, TVS Automobile Solutions Private Limited (**TVS ASPL**), TVS Europe Distribution Limited (**TVS EDL**) and Universal Components UK Limited (**Universal Components**) shall not take any action which might prejudice a reference under section 22 of the Enterprise Act 2002 or impede the taking of any remedial action following such a reference, including any action which might, among other matters, lead to the integration of the 3G Truck & Trailer Parts Ltd (**3G**) business with the TVS ASPL business, or transfer the ownership or control of either of them or their subsidiaries. After due consideration of your request for derogations from the Initial Order, based on the information received from you and in the particular circumstances of this case, TVS ASPL, TVS EDL and Universal Components may carry out the following actions, in respect of the specific paragraphs:

Paragraph 4(b) of the Initial Order

The CMA understands that TVS ASPL, TVS EDL and Universal Components are proposing to make the following changes (the **Internal Restructuring**):

- a) The transfer of the trade and assets of TVS Auto Electrics Limited (**TVS AEL**) and its wholly owned subsidiary, ACB Auto Electrics Limited (**ACB AEL**), to Universal Components.
- b) The liquidation of TVS AEL and ACB AEL.

The CMA consents to TVS ASPL, TVS EDL and Universal Components taking the actions necessary to carry out the Internal Restructuring.

Lesley Moore
Director, Mergers
12 January 2021