

# A1. Modifications to trading and separation requirements

## Schedule

In its statement entitled “BBC Studios’ lines of business; Assessment of BBC Studios’ changes to its lines of business” published on 30 April 2021, Ofcom has decided to modify the existing Requirements by including a new definition and amending one of the existing definitions as follows:

## Part 1: Definitions and Interpretation

1. In this Schedule -

“BBC Studios” means BBC Studios Limited (Companies House number 04463546) which consolidates among other things BBC Studios Production Limited (Companies House number 09463829) and BBC Studios Distribution Limited (Companies House number 01420028);

“Commercial Subsidiary” means a company which carries out Commercial Activities and includes: (i) BBC Commercial Holdings Limited (Companies House number 04463534); (ii) BBC Studios; (iii) BBC Studioworks Limited (Companies House number 03593793); and (iv) BBC Global News Limited (Companies House number 04514407);

## Part 2: Requirements and Guidance

In its statement entitled “BBC Studios’ lines of business; Assessment of BBC Studios’ changes to its lines of business” published on 30 April 2021, Ofcom has also decided to modify the Requirement C5 as follows:

### C. Commercial rate of return

#### Requirements

- C.5 For the purposes of Requirements C.1 to C.4:
- a) The BBC must, subject to Requirements C.5(b) to C.5(d) (inclusive), maintain the existing composition of its Commercial Subsidiaries and the lines of business within those Commercial Subsidiaries;
  - b) The BBC must notify Ofcom of each proposed change to the existing composition of:
    - (i) the Commercial Subsidiaries;
    - (ii) the lines of business within those Commercial Subsidiaries;not less than three months in advance of the implementation of that change, unless Ofcom consents to a shorter period in writing;

- c) The BBC must include the following information in respect of each proposed change in a notification made under Requirement C.5(b):
  - i) a description of each change;
  - ii) the BBC's reasons and justification for making each change; and
  - iii) an explanation of the impact of each change on the information reported by the BBC under these Requirements.
- d) The BBC may implement a proposed change set out in a notification made under Requirement C.5(b) except where one or more of the following applies:
  - i) the BBC has not complied with Requirement C.5(b);
  - ii) the BBC has not complied with Requirement C.5(c);
  - iii) Ofcom has directed the BBC not to proceed with that change.