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The Merger Regime in Ireland and the CCPC's Call-in Powers

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Disclaimer

The views expressed here are those of the Author and do not necessarily represent the views of the Competition and Consumer Protection Commission of Ireland



Merger Control Regime in Ireland

Mandatory Notification

- All mergers in which the undertakings involved have: (i) a combined turnover of more €60 million in Ireland; and (ii) at least €10 million turnover each in Ireland.
- All media mergers- not based on turnover

Voluntary Notification

 A merger, not meeting the thresholds, may be voluntarily notified to the CCPC either before or after it has been put into effect.

Call-In Notification

- Competition (Amendment) Act 2022
- As of September 2023, where no Voluntary Notification has been made, the CCPC has power to require undertakings involved to notified the merger to the CCPC.



Typical Steps in Merger Review

Notification received

Preliminary investigation

Request for information (RFI) (Formal or informal)

Preliminary investigation continues

Draft and issue Assessment/SO

or

Issue clearance decision

Request for information (RFI)

Phase 2 (Full investigation)

Phase 1
Determination
Clear / Clear with
Proposals / Go to
Phase 2

Written and oral response from undertakings involved

Discussion of any proposed remedies from the parties

Final Determination

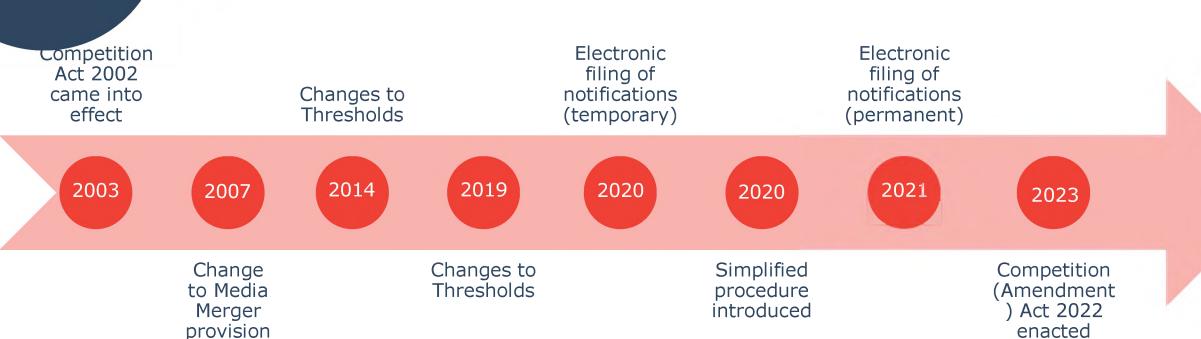
Clear / Clear with conditions / Clear with Proposals / Block

Phase 1 determination deadline 30 Working Days from appropriate date (can be reset by RFI) Plus 15 WDs if remedies

Phase 2 Assessment/SO deadline
40 working days from move to Phase 2
(can be paused by RFI)

Phase 2 determination
deadline
120 working days from
appropriate date
(can be paused by RFI)
Plus 15 WDs if remedies

Key Merger Policy and Law Changes 2003-2023



Call-in powers introduced

Call-in mergers

What can be called in?

Mergers that ...

- a) are not required to be notified on a mandatory basis,
- b) have not been notified on a voluntary basis, and
- c) may, in the opinion of the CCPC, <u>have an effect on competition in markets for goods or services in the State</u>

If this is the case, the CCPC can issue a notice in writing to the undertakings involved and require notification by a certain date specified by the CCPC



Call-in mergers

When can mergers be called in?



the date on which one of the undertakings involved in the merger publicly announces an intention to make a public bid or a public bid is made but not yet accepted



the date on which the Commission becomes aware that the undertakings involved in the merger have entered into an agreement the result of which will, if the agreement is implemented, be that the merger occurs



the date on which the merger or acquisition is put into effect.

No later from 60 working days from the earliest of ...



Call-in mergers

Why call-in powers...

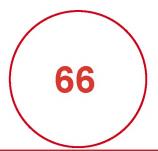
- It is a safety net to ensure potentially problematic cases are reviewed.
- Captured below threshold mergers which resulted from COVID.
- Turnover thresholds aren't indicative of effect on competition (e.g., many undertakings with high turnovers may, and do, successfully avail of simplified procedure).
- Greater certainty time limits of merger review (max 135 working days) vs open-ended
 Article 101/102 case. Temporal limits on CCPC call-in jurisdiction.

How it is working...

- The CCPC practice is to monitor merger activities and contact undertakings involved
- Solicitors in Ireland are urged to take a pragmatic approach and approach the CCPC with any below-threshold mergers which based on precedent/merger guidelines may have issues.
- The CCPC has sent standard letters requesting further information and informing undertakings of the new power in relation to x mergers.
- No merger has been called-in to date.



Merger cases in 2023



Determinations issued

- 50% of these were simplified determinations
- 4 of the determinations issued were in Phase 2 cases

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Simplified determinations

Where either:

- (i) no overlaps; a horizontal overlap but combined market share of <15%; or
- (ii) a vertical relationship, but the market shares of the parties in each market are <25%.</p>



Mergers cleared with remedies

- 2 mergers cleared with remedies in Phase 1
- 1 merger cleared with remedies in Phase 2 (pre-Assessment/SO)
- 1 merger cleared with remedies in Phase 2 (post-Assessment/SO)



Phase 2 reviews

- 2 cleared unconditionally pre-Assessment/SO
- 2 cleared with remedies –
 one pre-Assessment/SO,
 one post
 Assessment/SO.
- 1 carried over to 2024 prohibited.

Thank you. Questions?



Coimisiun um Iomaíocht agus Cosaint Tomhaltoirí Competition and Consumer Protection Commission