

Completed acquisition by Euro Car Parts Limited of the assets of the Andrew Page business

Decision to refer

ME/6647/16

Introduction

1. On 4 October 2016, Euro Car Parts Limited, a wholly-owned subsidiary of LKQ Euro Limited, whose ultimate parent is LKQ Corporation (together, **ECP**) acquired certain assets¹ of Andrew Page Limited, Solid Auto (U.K.) Limited, and Colton Parts Company Limited (**Andrew Page**) out of administration (the **Merger**).
2. On 10 May 2017, the Competition and Markets Authority (**CMA**) decided under section 22(1) of the Enterprise Act 2002 (the **Act**) that it is or may be the case that the Merger constitutes a relevant merger situation that has resulted or may be expected to result in a substantial lessening of competition (**SLC**) within a market or markets in the United Kingdom (the **SLC Decision**).²
3. On the date of the SLC Decision, the CMA gave notice pursuant to section 34ZA(1)(b) of the Act to ECP of the SLC Decision. However, in order to allow ECP the opportunity to offer undertakings to the CMA for the purposes of section 73(2) of the Act, the CMA did not refer the Merger for a phase 2 investigation pursuant to section 22(3)(b) on the date of the SLC Decision.
4. Pursuant to section 73A(1) of the Act, if a party wishes to offer undertakings for the purposes of section 73(2) of the Act, it must do so before the end of the five working day period specified in section 73A(1)(a) of the Act. The SLC Decision stated that if no undertakings for the purposes of section 73(2) of the Act were offered to the CMA by the end of this period, ie by 17 May 2017, or ECP indicated before this deadline that it did not wish to offer such undertakings, then the CMA would refer the Merger for a phase 2

¹ As defined in the Agreement for the Sale of Assets, dated 4 October 2016.

² See the Euro Car Parts / Andrew Page merger inquiry [case page](#).

investigation pursuant to section 22 (1) and in accordance with section 34ZA(2) of the Act.

5. Pursuant to section 34ZA(2) of the Act the CMA is not prevented from making a reference under section 22 of the Act in the event that it decides that the duty to refer does not apply because it is considering whether to accept undertakings under section 73 of the Act but no such undertakings are offered or accepted.
6. On 17 May 2017, ECP informed the CMA that it would not offer such undertakings to the CMA. Accordingly, pursuant to section 25(5)(b) of the Act, the extension to the four-month period mentioned in section 24(1) of the Act ends on 31 May 2017.

Decision

7. Therefore, pursuant to sections 22 (1) and in accordance with section 34ZA(2) of the Act, the CMA has decided to refer the Merger to its chair for the constitution of a group under Schedule 4 to the Enterprise and Regulatory Reform Act 2013 to conduct a phase 2 investigation.

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22 May 2017