



Sub-Committee on Financial Services Regulations

House of Commons, Committee Office, London SW1A 0AA
Tel 020 7219 5769 Email finservsubcom@parliament.uk

Sam Woods
Chief Executive
Prudential Regulation Authority

Via email

20 December 2022

Dear Sam,

PRA (CP14/22) Review of Solvency II: Reporting phase 2

PRA (CP12/22) Risks from contingent leverage

The Treasury Committee Sub-Committee on Financial Services Regulations recently met to discuss the PRA's consultations on 'Review of Solvency II: Reporting phase 2' (CP14/22), and 'Risks from contingent leverage' (CP12/22).

We note that both consultations propose new reporting requirements, and that both consultations provide estimates of the additional cost to firms of the new requirements in isolation. What measurable benefits does the PRA expect to obtain from these new requirements?

Please can you set out how the PRA keeps track of the cumulative cost to firms of these proposed new reporting requirements?

Can you also set out what processes the PRA has in place to make sure that all existing data being collected is still being used as intended, and that data which is no longer required is no longer requested?

In line with the Committee's usual practice, I will be placing this letter and your response in the public domain. I would be grateful for a reply by 9 January.

With best wishes,

Harriett Baldwin MP
Chair of the Treasury Sub-Committee on Financial Services Regulations