



HM Treasury, 1 Horse Guards Road, London, SW1A 2HQ

Harriett Baldwin MP  
Chair of the Treasury Committee  
House of Commons  
London  
SW1A 0AA

02 March 2023

Dear Harriett,

### **Publication of the Call for Evidence on aligning the ring-fencing and resolution regimes**

I am writing to notify you that the government has today published a Call for Evidence on aligning the ring-fencing and resolution regimes.

I appreciate the Committee's interest in the ring-fencing regime and would like to provide you with some context on our approach.

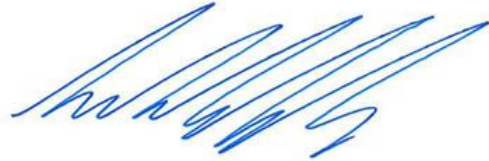
The document is a response to the recommendation by the independent review on ring-fencing, chaired by Sir Keith Skeoch, to consider the practicalities of aligning the ring-fencing and resolution regimes given that they both seek to address the same problem of "too-big-to-fail".

The government is conscious of the significance of the recommendation and this document is the first step in a process that will allow for careful consideration of the evidence.

The Call for Evidence is seeking views to inform two judgements. Firstly, an assessment of the ongoing benefits that ring-fencing provides to financial stability not found elsewhere in the regulatory framework. Secondly, and subject to that, what steps can be taken to better align the regimes without losing financial stability benefits or over burdening firms with new, alternative regulatory requirements.

The government is fully committed to protecting and maintaining the United Kingdom's financial stability and will be working closely with the Bank of England and the Prudential Regulation Authority to undertake detailed analysis of the responses to this Call for Evidence.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Andrew Griffith', is centered on the page. The signature is fluid and cursive, with a prominent 'A' and 'G'.

**ANDREW GRIFFITH MP**