



Treasury Committee

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Dear Andrew,

Thank you for your letter of 30 May and your evidence to the Committee yesterday.

Given the difficulties the Committee has faced in obtaining full and frank evidence about the scale and nature of the problems at TSB, the FCA's insight has been particularly important for our scrutiny.

I have today written to the Chairman of TSB to express the Committee's concerns about the openness and transparency of Dr Pester's evidence in particular, and its view that the Board should give serious consideration as to whether his position as Chief Executive is sustainable.

For the avoidance of doubt, the Committee's conclusion has been reached on the basis of the evidence it has (and has not) heard from Dr Pester. It does not reflect any view on the causes of the IT problems, or who among TSB's senior managers should be held responsible, which are properly matters for the FCA's and PRA's ongoing statutory investigations.

I am writing in similar terms to Sam Woods.

Nicky Morgan

The Rt Hon. Nicky Morgan MP
Chair of the Treasury Committee