



Treasury Committee

House of Commons, Committee Office, 14 Tothill Street, London SW1H 9NB
Tel 020 7219 5769 Fax 020 7219 2069 Email treascom@parliament.uk Website
www.parliament.uk/treascom

Dr Mark Carney
Governor, Bank of England
Threadneedle Street
London
EC2R 8AH

21 July 2016

Dear Mark,

Managing conflict of interest

The PRA/FCA report into the failure of HBOS plc recommended that the regulatory authorities should "*review their conflicts of interest policies to ensure that the risks associated with including serving industry practitioners as non-executive directors on their Boards are adequately managed.*"

I would be grateful if you could inform the Committee whether the PRA Board intends to review its conflicts of interest policy, or if it has already done so. The Committee would be grateful for an assurance current policy adequately addresses any risks posed by the presence of current or former industry practitioners serving on the PRA Board, or the future Prudential Regulation Committee.

I will be placing this letter and your response in the public domain.

*Yours sincerely,
Andrew*

**RT HON ANDREW TYRIE MP
CHAIRMAN OF THE TREASURY COMMITTEE**