

Mike Mitchell
Chair, Jersey Resolution Authority
By email

27 August 2025

Dear Mike,

I write to formally acknowledge the continued efforts of the Jersey Resolution Authority in supporting the transfer of functions from the Jersey Bank Depositors Compensation Board to the Authority. The Authority's considered input into the development of the enabling legislation has been of considerable value, and I thank you for the work being undertaken to ensure operational readiness for a smooth and effective transition.

This transition constitutes a significant advancement in ensuring that the Island is equipped with effective and proportionate response mechanisms tailored to the specific characteristics of the banking sector and requirements of the Island. In light of this progress, I would be grateful if the Authority could begin making the necessary preparations to initiate a formal review of the Depositors Compensation Scheme particulars, with a view to commencing this work in the second quarter of 2026. A holistic review, which considers the opportunities and cost of adjustments, will be essential to ensure that the Scheme remains appropriately calibrated to support the evolving needs of Jersey.

I recognise the vital role the Authority plays in maintaining the financial safety net that protects customers of Jersey banks in the event of a bank failure. Since its establishment in 2022, the Authority has made notable progress in developing the resolution framework, which remains central to safeguarding the continuity of banking services, particularly in relation to systemically important institutions which deliver banking services to most islanders.

It is not my intention that the important work on resolution be disrupted by the Scheme review. Rather, I welcome the Authority's consideration of how best to support the progression of this review in a manner that complements its broader strategic objectives.

Should you need further clarification or support in relation to this request, please do not hesitate to contact my office. I look forward to continuing our constructive engagement as we work together to strengthen Jersey's financial ecosystem.

Yours sincerely,



Deputy Ian Gorst
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