

For further information and enquiries:
Chris Stears, Research Director
e: chris.stears@ccpresearchfoundation.com
m: +44 (0)7720 057 033

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Bank Conduct Costs (including 'provisions') rise to over £200 billion for the period 2010-2014

CCP Research Foundation publishes its latest research into bank Conduct Costs



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The CCP Research Foundation's Conduct Costs Project has today released the results of its latest research into Bank "[Conduct Costs](#)".

| Banks | Total Costs 2010-2014 (GBP bn) | Provisions as at 31 December 2014 (GBP bn) | Grand Total 2010-2014 (GBP bn) | Grand Total 2009-2013 (GBP bn) | Relative Position to 2009-2013 | Grand Total 2008-2012 (GBP bn) |
|-----------------------------|--------------------------------------|--|--------------------------------------|--------------------------------------|-----------------------------------|--------------------------------------|
| Grand Total [GBP Bn] | 159.93 | 45.63 | 205.56 | 173.22 | | 158.14 |

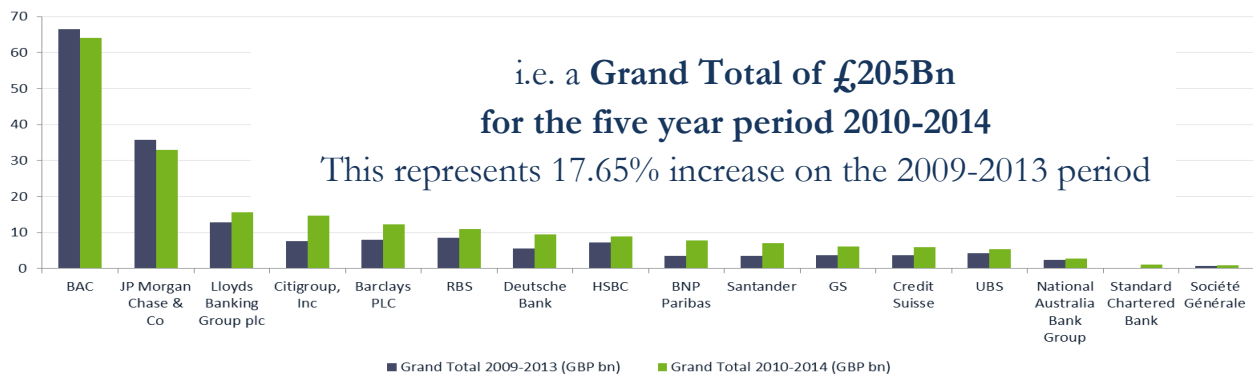
The International Table (*extract above*), detailing the total 'conduct costs' incurred by 16 of the largest international banks for the period 2010-2014, is now available here

<http://conductcosts.ccpresearchfoundation.com/conduct-costs-results>

The updated table includes a new bank - Standard Chartered - whose Conduct Costs (plus 'provisions') for the 2010-2014 period totalled £1 billion

Leaving aside Standard Chartered, when comparing 2010-2014 to 2009-2013, the research shows an **increase in Conduct Costs crystallised** of approximately £50 billion
from c£108 billion to over £159 billion

Conduct Cost-related provisions (and contingent liabilities) outstanding as at 31 December 2014 adds another £45 Billion to the total:



The Project has also prepared some **high level analysis** of the results: available here

The detailed data underlying the Results Table (and analysis) are exclusively available to **Members of the Project's Association** (see <http://ccpresearchfoundation.com/noticeboard?item=27988-the-conduct-costs-project-association>). A sample of these data (for RBS 2012-2013) is available [here](#).

- Further Projects and Initiatives -

"Bank Conduct Costs Report": The Conduct Costs Project is working with ShareAction to promote the comprehensive disclosure of Conduct Costs by banks in the Annual Reports. The Project has prepared a white paper (see [here](#)) outlining what a Conduct Costs Reporting framework might look like and shall be inviting banks (and regulatory authorities) to engage with this initiative.

"Insolvency Costs Project: Counting the Social Costs of Bank Misconduct": The costs of bank misconduct extend beyond fines and balance sheets. Insolvency due to bank misconduct is undoubtedly costly to individual businesses. However, what are the broader social costs? The latest CCP Research Foundation project, focusing initially on the sale of IRHPs to SMEs, will analyse the wider financial implications of insolvency where there is a demonstrable causal connection between the miss-selling of an IRHP and the business's insolvency. The Project will bring together various experts to research not just the cost to the business, but also the consequential cost to local councils, suppliers and the HMRC, who must all write off debts. In a time when cuts to council and social budgets are at the top of the agenda, the Project will quantify the wider cost of SME insolvency due to bank misconduct.