



Banking Act 2009

2009 CHAPTER 1

PART 1

SPECIAL RESOLUTION REGIME

Introduction

1 Overview

- (1) The purpose of the special resolution regime for banks is to address the situation where all or part of the business of a bank has encountered, or is likely to encounter, financial difficulties.
- (2) The special resolution regime consists of—
 - (a) the three stabilisation options,
 - (b) the bank insolvency procedure (provided by Part 2), and
 - (c) the bank administration procedure (provided by Part 3).
- (3) The three “stabilisation options” are—
 - (a) transfer to a private sector purchaser (section 11),
 - (b) transfer to a bridge bank (section 12), and
 - (c) transfer to temporary public ownership (section 13).
- (4) Each of the three stabilisation options is achieved through the exercise of one or more of the “stabilisation powers”, which are—
 - (a) the share transfer powers (sections 15, 16, 26 to 31 and 85), and
 - (b) the property transfer powers (sections 33 and 42 to 46).
- (5) Each of the following has a role in the operation of the special resolution regime—
 - (a) the Bank of England,
 - (b) the Treasury,
 - [^{F1}(c) the Prudential Regulation Authority, and
 - (d) the Financial Conduct Authority.]

Status: Point in time view as at 01/04/2013. This version of this provision has been superseded.

Changes to legislation: Banking Act 2009, Section 1 is up to date with all changes known to be in force on or before 02 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details)

(6) The Table describes the provisions of this Part.

<i>Sections</i>	<i>Topic</i>
Sections 1 to 3	Introduction
Sections 4 to 6	Objectives and code
Sections 7 to 10	Exercise of powers: general
Sections 11 to 13	The stabilisation options
Sections 14 to 32	Transfer of securities
Sections 33 to [F ² 48A]	Transfer of property
Sections 49 to 62	Compensation
Sections 63 to 75	Incidental functions
Sections 76 to 81	Treasury
Sections 82 and 83	Holding companies
[F ³ Section 83A]	[F ³ Banks not regulated by the PRA]
Sections 84 to 89	Building societies, &c.

Textual Amendments

- F1** S. 1(5)(c)(d) substituted for s. 1(5)(c) (1.4.2013) by [Financial Services Act 2012 \(c. 21\)](#), s. 122(3), [Sch. 17 para. 2\(2\)](#) (with [Sch. 20](#)); [S.I. 2013/423](#), art. 3, Sch.
- F2** Word in s. 1(6) substituted (8.4.2010) by [Financial Services Act 2010 \(c. 28\)](#), s. 26(1)(l), [Sch. 2 para. 40](#)
- F3** Words in s. 1(6) inserted (1.4.2013) by [Financial Services Act 2012 \(c. 21\)](#), s. 122(3), [Sch. 17 para. 2\(3\)](#) (with [Sch. 20](#)); [S.I. 2013/423](#), art. 3, Sch.

Commencement Information

- I1** S. 1 in force at 21.2.2009 by [S.I. 2009/296](#), art. 3, [Sch. para. 1](#)

Status:

Point in time view as at 01/04/2013. This version of this provision has been superseded.

Changes to legislation:

Banking Act 2009, Section 1 is up to date with all changes known to be in force on or before 02 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.