

RESPONSES TO CONSULTATION ON OPTIONS FOR CHANGE TO THE DEPOSITORS' COMPENSATION SCHEME – ISSUED 6TH MARCH 2008, CLOSED 31ST MARCH 2008.

The consultation on options for change to the Isle of Man's Depositors' Compensation Scheme ("DCS") issued on 6th March 2008 was aimed principally at banking licenceholders, although comments were also welcomed from other interested parties.

Nineteen responses were received to this consultation, of which seventeen were from banks and two from other parties. 11 of the 17 banks suggested that there should be no change to the current scheme. Views expressed by other parties were divided between some of the alternative options. Some of those who responded also suggested various other amendments to the current DCS.

All suggestions are now being considered as part of the review of the DCS generally. Also being taken into consideration is the UK's recent consultation (issued January, closed April 2008), from which outcomes are awaited and which is expected to lead to further consultation and legislative changes in the UK.

May 2008.