



Funds used to buy shares in Royal Bank of Scotland and Lloyds Banking Group may never be recovered.

The £66bn of taxpayer funds used to buy shares in Royal Bank of Scotland and Lloyds Banking Group at the height of the financial crisis may never be recovered, a powerful group of MPs warned.

The committee had been investigating the National Audit Office report published in May which warned that taxpayers faced losses of at least £2bn on the continued ownership of the so-called bad bank.

With only two bidders for Northern Rock and only one that was really keen to buy Virgin Money the committee said this did not bode well for any attempts to sell off RBS, of which taxpayers own just over 80%, and Lloyds, in which taxpayers own just under 40%.

At current share prices taxpayers are losing around half of the £66bn investment.

Margaret Hodge MP commented that this will not be the last banking crisis, and the next one is likely to be different.

Members take note that it seems that prominent other people agree with me on this issue, that this is far from being the last banking crisis there are several banks in trouble as I write this.

Why leave your money at risk in banks why take such Risk- especially since this type of holding produces little return? Be warned!!

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