



ECONOMICS

Government to Curb Financial Ombudsman's Powers in Regulatory Overhaul

by [Openvoice UK News Team](#) — on June 27, 2025 — [Edit](#)



Openvoice
UK News
Team
Author

The UK government has announced plans to limit the authority of the Financial Ombudsman Service (FOS), a move that signals a significant shift in the balance of power between financial institutions and consumers. Economic Secretary to the



OpenVoiceCoin

OPENVC

Latest Market Prices



Bitcoin

\$106,984.47

BTC ▼ -1.23%



Ethereum

\$2,460.54

ETH ▼ -1.74%



NEO \$5.35

NEO ▼ -3.88%



Waves \$0.95

WAVES ▼ -2.17%



Monero \$320.28

XMR ▲ 1.76%



Nano \$0.84

NANO ▼ -6.00%



ARK \$0.35

ARK ▼ -4.30%



Pirate Chain \$0.14

ARRR ▲ 0.17%



Dogecoin \$0.16

instead to create a more proportionate regulatory framework.

The proposed changes are part of a broader review of the UK's financial services regulation post-Brexit, designed to make the sector more globally competitive. Afolami acknowledged longstanding concerns from businesses that the FOS has sometimes overstepped its remit, issuing judgments perceived as unfair or based on what is "reasonable" rather than strictly lawful. By reining in these powers, the government hopes to foster a more predictable environment for firms while still maintaining consumer protections.

This announcement has stirred concern among some consumer advocacy groups, who argue that the ombudsman plays a vital role in defending individuals against the often overwhelming influence of large financial institutions. They warn that scaling back its authority could leave ordinary consumers more vulnerable to mistreatment or inadequate service.

More in
Economics:



UK
Business
Investment
Slows but
Still Shows
Momentum

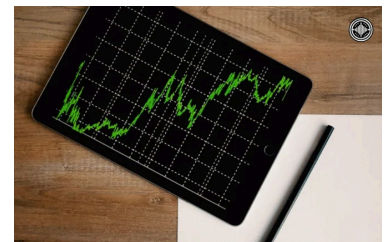
LINK ▼ -1.32%



Cardano \$0.56

ADA ▼ -1.13%

Economics



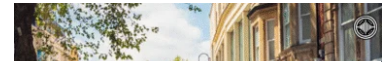
UK Business Investment Slows but Still Shows Momentum in Early 2025

June 30, 2025 — 0
[comments](#)



UK-US Trade Deal Brings Immediate Tariff Relief for Auto and Aerospace Sectors

June 30, 2025 — 0
[comments](#)



UK-US
Trade Deal
Brings
Immediate
Tariff Relief
for Auto
and
Aerospace
Sectors

June 30, 2025



UK Growth
Leads G7,
But
Households
Still Feel
the Pinch

June 30, 2025

emphasized the importance of confidence in the regulatory system from both businesses and consumers and said that the ombudsman should not be seen as a secondary regulator making law on the fly.

The government plans to publish a formal consultation later this year, outlining the scope of the proposed reforms and inviting feedback from stakeholders. As the financial sector continues to adapt to a rapidly evolving economic landscape, the outcome of this review could have far-reaching implications for the UK's approach to financial justice and institutional accountability.

UK Growth Leads
G7, But Households
Still Feel the Pinch

June 30, 2025 — 0
[comments](#)

Subscribe to
Blog via Email

Enter your email address to subscribe to this blog and receive notifications of new posts by email.

Email

Subscribe

Follow us

Let's connect on any of these social networks!



Openvoice UK News Team

Leave a Comment

Logged in as [frankocean62@proton.me](#). [Log out?](#)

Message

Post Comment



NAVIGATION

Home
Breaking News
Politics &
Government
Defense & Security
Economics
More
Human Rights
Crypto
Finance
Real Estate
General News
Crime

GOT A TIP?

Have a story tip, press release, or community event to share? We welcome your submission—please tell us the who, what, when, where, and why below, and include any relevant links or details to help our editorial team.

[Submit News](#)

FOLLOW US

