



Fintech & Compliance

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Outline

1. Compliance
2. The role of compliance in IT
3. The use of IT in compliance
4. Effects of IT on compliance
5. IT & Corporate Governance

Compliance Subjects

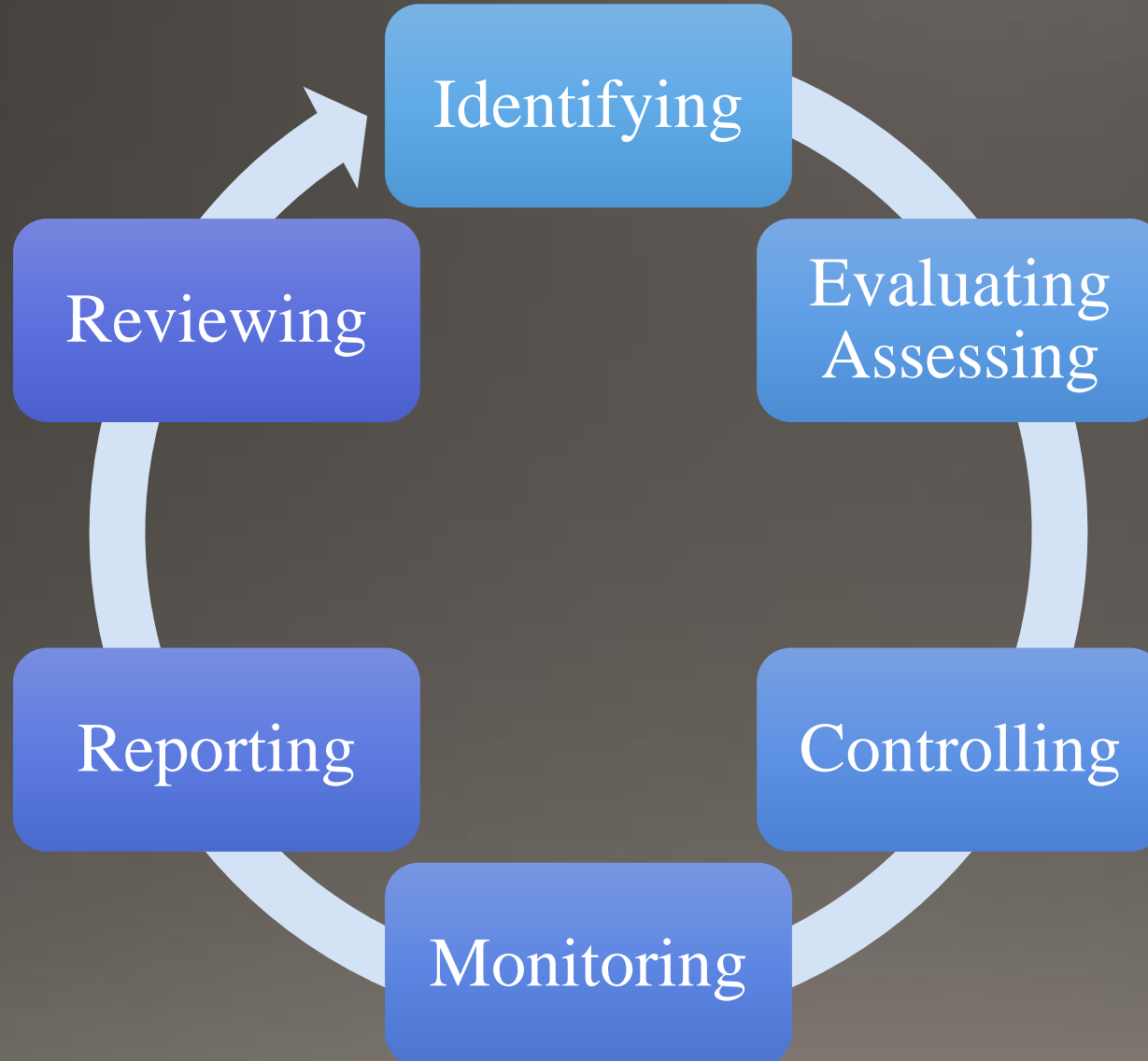
Regulatory compliance

- High-level standards
- Prudential Regulations
- Business Conduct Regulations

Financial crimes compliance

- AML/CFT
- Anti Fraud
- AB&C
- Sanctions

Compliance Function

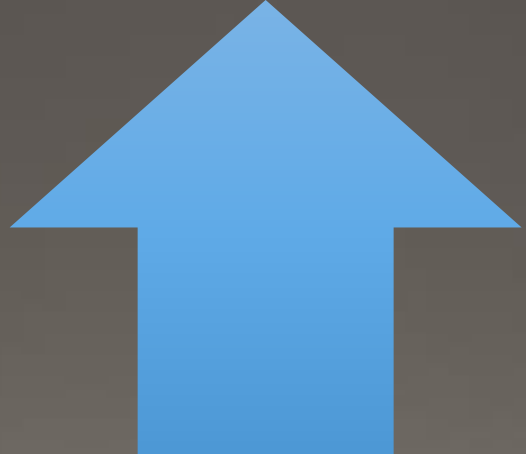




COMPLIANCE



TECHNOLOGY

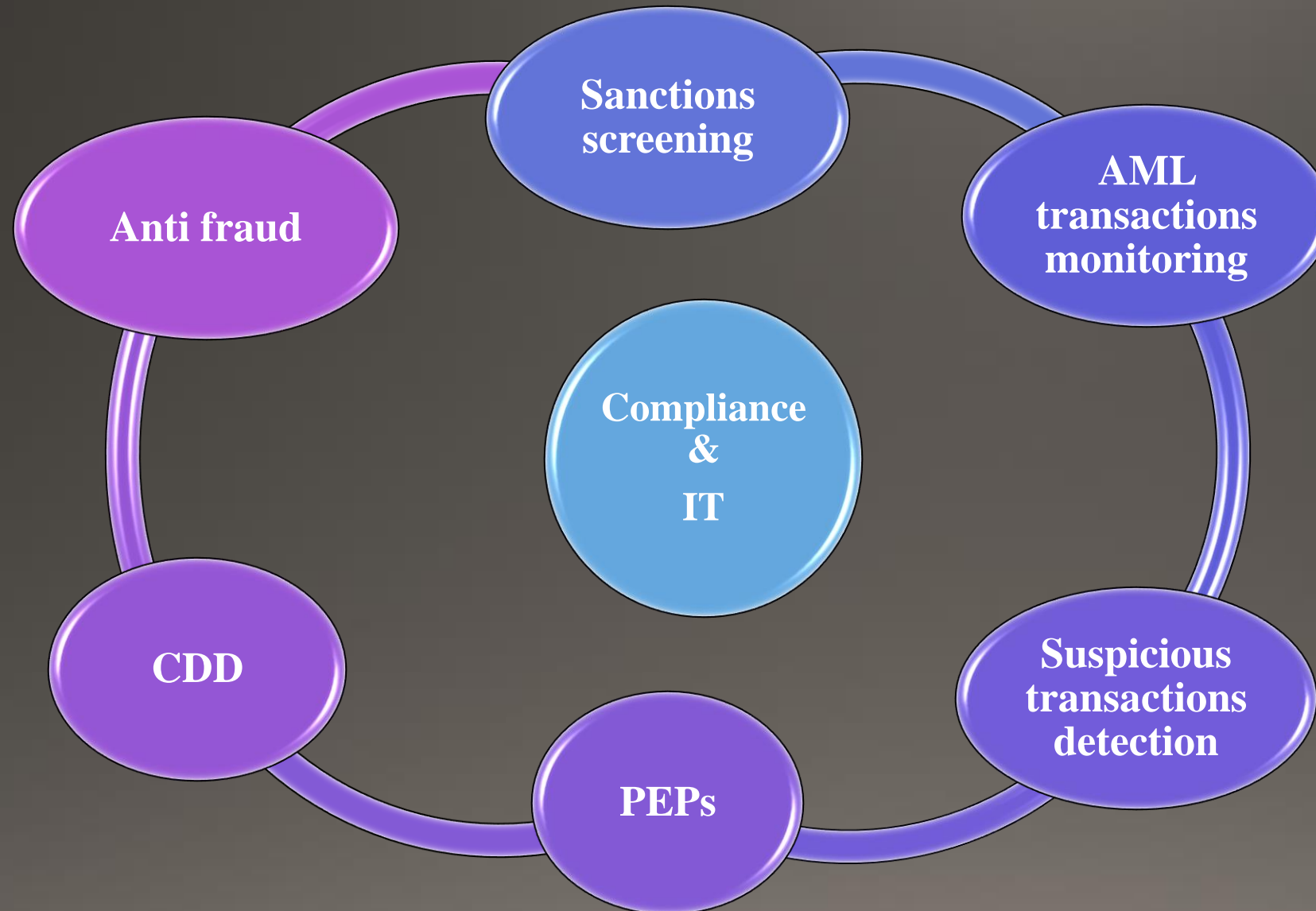


1- The role of compliance in technology

e.g. Recommendation 15 of FATF ‘New technologies’:

“Countries and financial institutions should identify and assess the money laundering or terrorist financing risks that may arise in relation to (a) the development of new products and new business practices, including new delivery mechanisms, and (b) the use of new or developing technologies for both new and pre-existing products. In the case of financial institutions, such a risk assessment should take place prior to the launch of the new products, business practices or the use of new or developing technologies. They should take appropriate measures to manage and mitigate those risks.”

2- The use of technology in compliance



Meeting compliance challenges

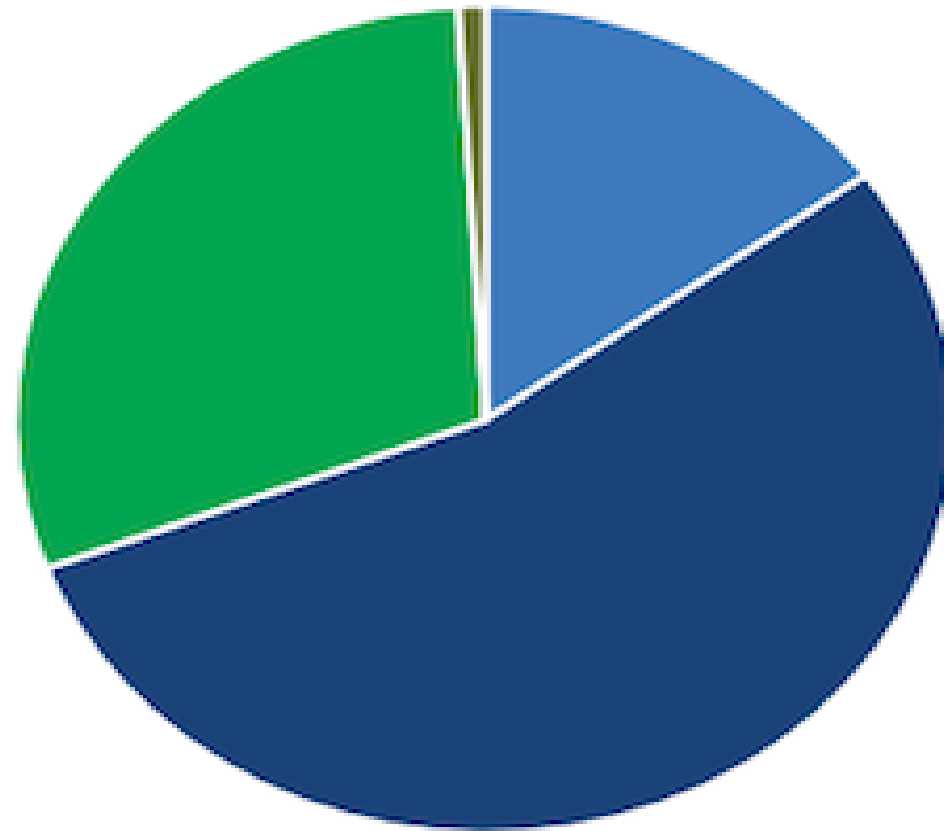
**Effects of
Technology in
compliance**

Optimizing mitigation of
risks

Improving compliance
effectiveness

Corporate Governance & IT

How important is the role of technology in good governance?



■ Imperitive ■ Very Important ■ Fairly important ■ Unimportant

Drive IT or be driven by IT?