



Are you confident that your AML/CTF solutions are effective and efficient?
Do the crash test

Do the crash test

The role of AML/CTF systems and processes

Financial Institutions must have an effective and efficient Anti-Money Laundering / Counter-Terrorist Financing (AML/CTF) framework in place to comply with applicable laws and regulations.

The two essential components of a successful framework are systems and processes.

Financial institutions rely on a range of technology-based solutions to:



Check counterparty names against watchlists (customer screening or transaction filtering solutions).



Detect suspicious transactions potentially related to money laundering or fraud (transaction monitoring and fraud detection solutions).

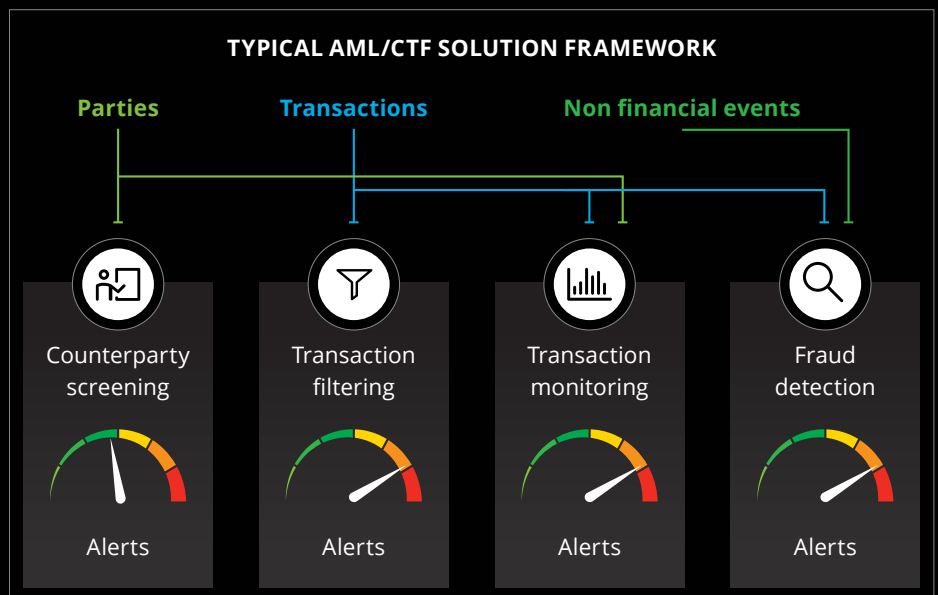
Current challenges

The effectiveness and efficiency of AML/CTF solutions are increasingly under the scrutiny of regulators. These solutions have often been deployed by a vendor, either with default settings, or they have been configured once and never reassessed.

This can result in frequent false positive matches and their associated operational burden, but more importantly it can lead to not meeting the obligation of means and/or result imposed on regulated institutions.

The pitfalls of faulty AML/CTF solutions include but are not limited to:

- Watchlist scope not in line with the risk based approach
- Special characters preventing detection
- Name matching threshold not following vendor recommendation
- Incomplete data feed
- Watchlist not properly refreshed
- Transaction types in scope of detection not in line with risk based approach



The crash test

Performing an assessment of your AML/CTF solutions, especially your customer screening, transaction filtering and transaction monitoring through a crash test is key to ensuring compliance with applicable laws and regulations, as well as to optimize the underlying controls from an operational aspect.

The crash test exercise covers two dimensions:



Regulatory
Verifying that systems are effectively detecting what they should

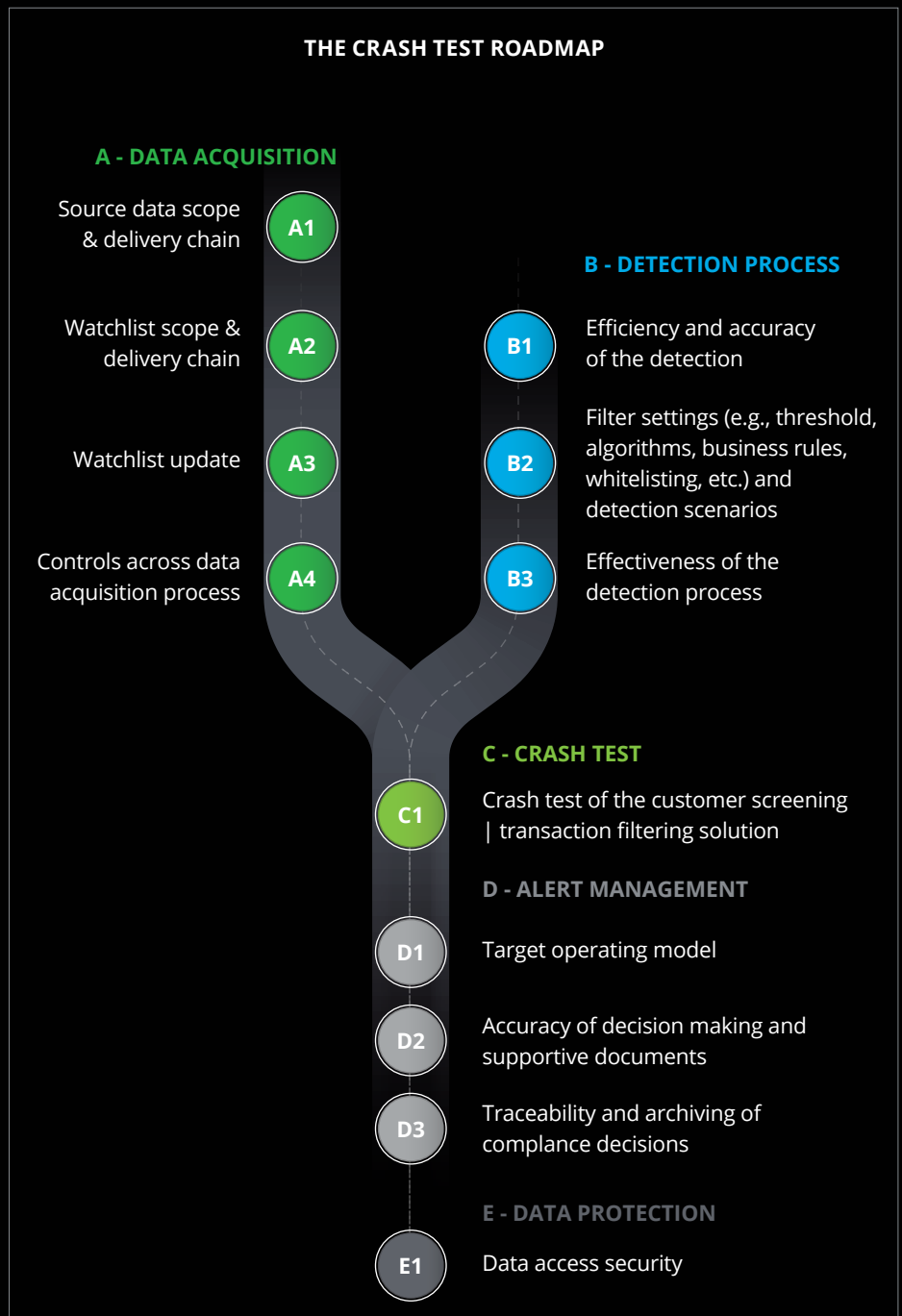


Operational
Assessing the impact of detections on the institution's operations

Our evaluation methodology is specifically designed to analyze AML/CTF solutions. Our approach is highly flexible and can be tailored in scope to meet your specific needs. Over the years, we have built a large and accurate repository of test cases covering numerous risk typologies, as well as payment formats (e.g., SWIFT MT/MX, SEPA, PAIN, etc.).

We can perform crash tests on:

- Counterparty screening
- Transaction filtering
- Transaction monitoring
- Fraud detection



Your benefits

How you will benefit from a crash test

Following our assessment of your AML/CTF solutions, we will deliver a comprehensive findings report which provides observations, recommendations, and an impact assessment (regulatory and operational) based on best market practices, local regulations and international recommendations such as the Financial Action Task Force (FATF).

You will have a clear view on your level of compliance, the current effectiveness and efficiency of your AML/CTF solutions, and practical guidance on where you can make improvements (e.g., through configuration fine-tuning, data source adaptation, etc.).

Based on these deliverables, your compliance, business and IT stakeholders will be able to:



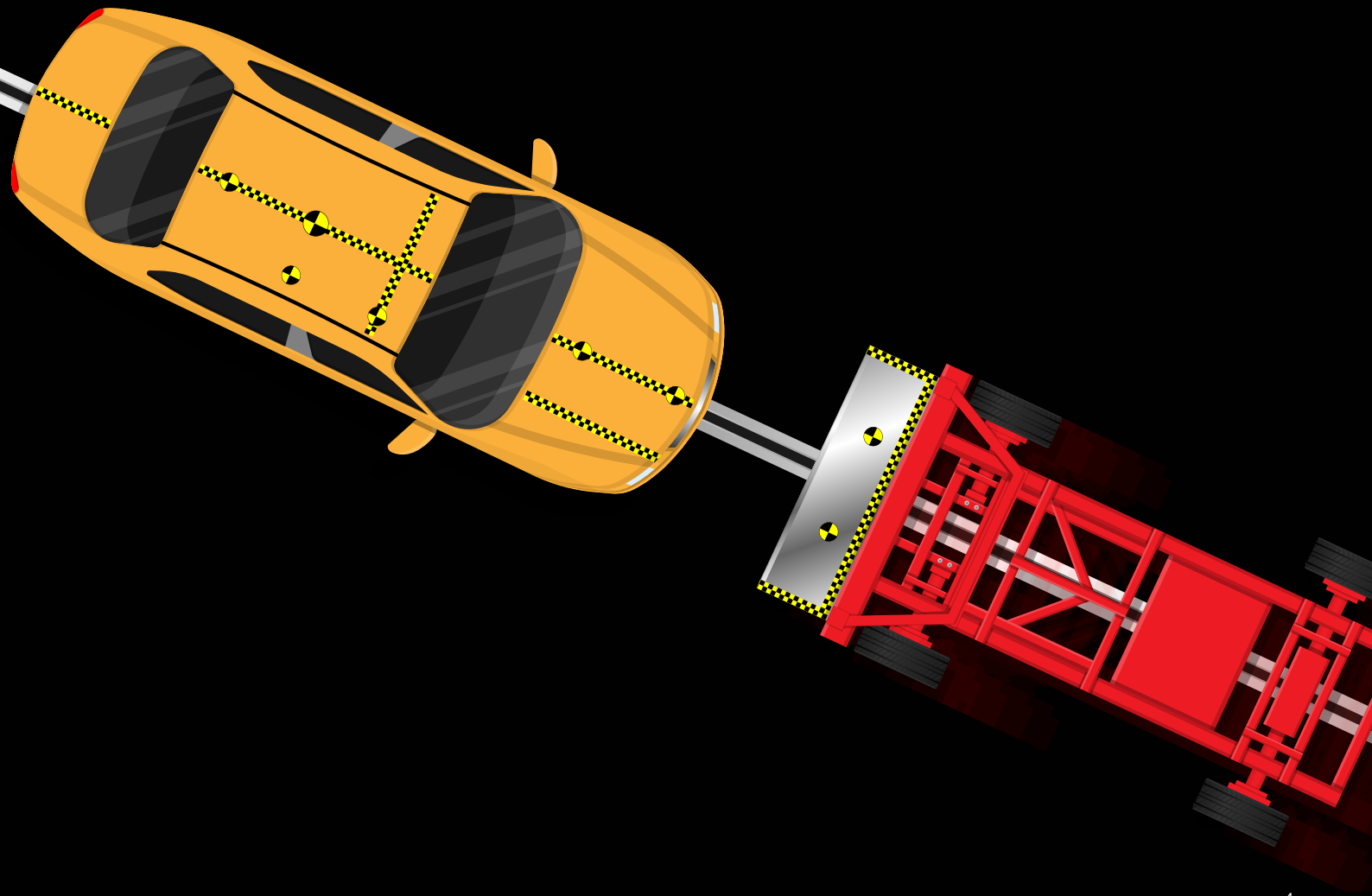
Identify detection weaknesses and potentially prevent the organization from missing the detection of sanctioned persons (legal or natural), PEP, suspicious transactions, etc.



Identify the root causes related to specific detection failures and carry out a functional and/or technical remediation.



Implement our recommendations to increase the performance of the counterparties screening and transaction filtering solutions in place (i.e., in terms of parametrization, data flows and mapping, watchlist related scope and configuration, etc.).



Contacts



Maxime Heckel

Partner - Forensic & Financial Crime
+352 45145 2837
mheckel@deloitte.lu



Nicolas Marinier

Partner - Forensic & Financial Crime
+352 45145 3042
nmarinier@deloitte.lu



Julien Weber

Senior Manager - Forensic & Financial Crime
+352 45145 2578
julienweber@deloitte.lu

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