

Building an AML Regime for the Future: Are we there yet?

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QUESTIONS

01

How should our approach evolve: could we turn to technology, to not only improve compliance but to ramp up outcomes in AML work?

02

How could we make innovation part of our DNA, where problem solving is central to the role of a Money Laundering Reporting Officer?

03

What did the HKMA need to do next: how could we promote responsible innovation?

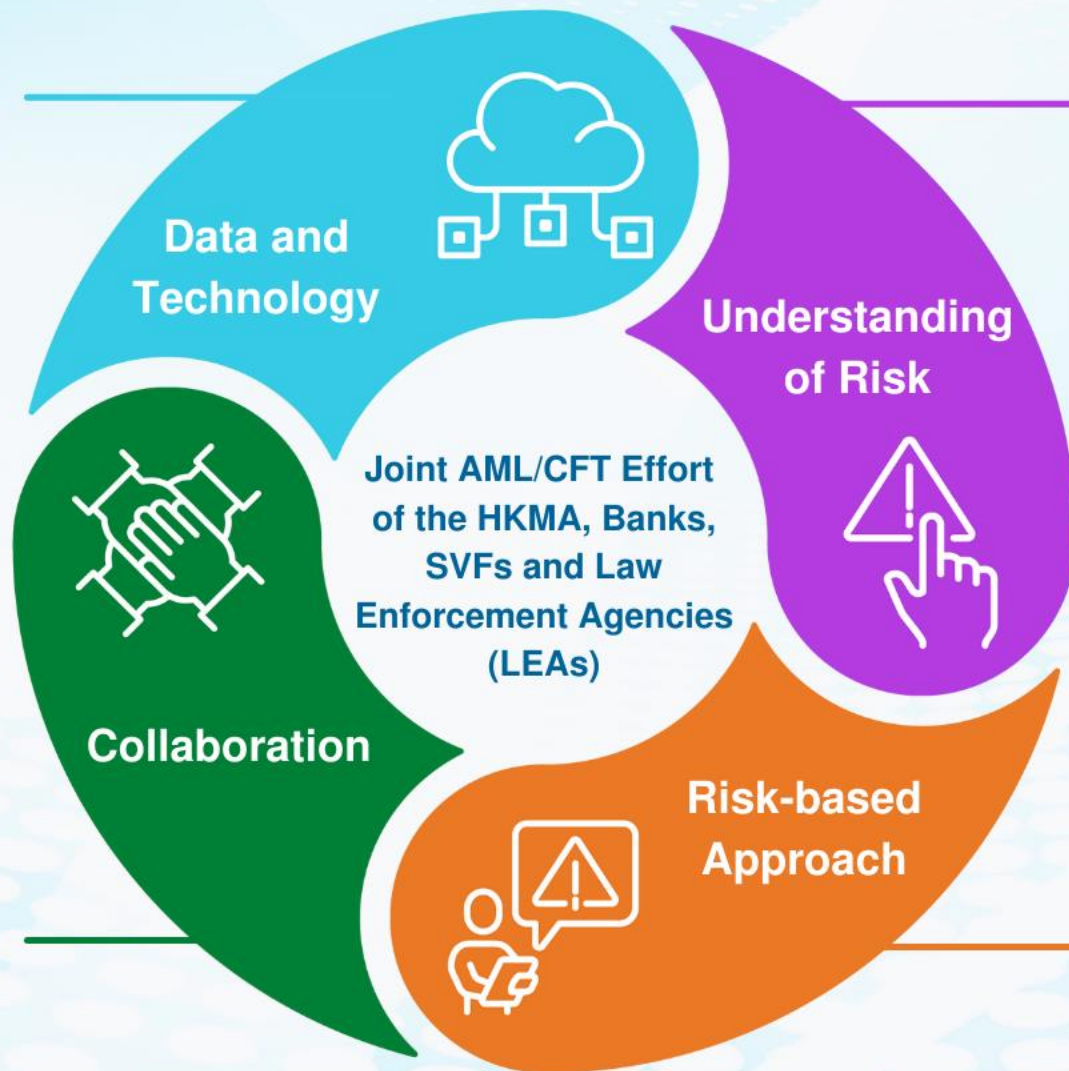


Use of non-traditional data streams (e.g. digital footprints) is increasing

Network analysis technology supplementing transaction monitoring systems to deliver better intelligence for law enforcement action: in 2020, banks made 85% of suspicious transaction reports

In 2020, Anti-Deception Coordination Centre in collaboration with banks intercepted HK\$3 bn

Since Fraud and Money Laundering Intelligence Taskforce's establishment, banks have reported 12,000+ accounts previously unknown to LEAs, leading to restraint or confiscation of about HK\$700 mn



Banking sector remains high risk as increasing use and ease of online banking and faster movement of funds have made money laundering even harder to detect and deter

Accurate, timely and objective information for risk assessment is a prerequisite for effective Risk-Based Approach



NEXT STEPS

01

AML AND FINANCIAL CRIME REGTECH LABS

Starting in November 2021, experimenting and engaging with new technologies and emerging data analytics techniques

02

AML/CFT INNOVATION EVENT

To promote innovative uses of emerging technologies to tackle AML/CFT challenges – working collaboratively with Hong Kong's AML/CFT ecosystem

03

AML/CFT REGTECH CASE STUDIES & INSIGHTS VOL. 2

Working with representatives from the industry to produce a follow-up to the January 2021 publication: *AML/CFT Regtech: Case Studies and Insights*