

Moving the Needle: Driving Improved Outcomes in AML The Role of RegTech

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Moving the Needle

- Increase our active stimulation so innovation becomes BAU
- Help create the conditions so that all AIs are exploring and using RegTech in AML work
- Encourage greater collaboration to realise potential



1st AML/CFT RegTech Forum

2 expert panels & **3** breakout sessions

400 participants from banks, regulators, and other experts in the RegTech sector



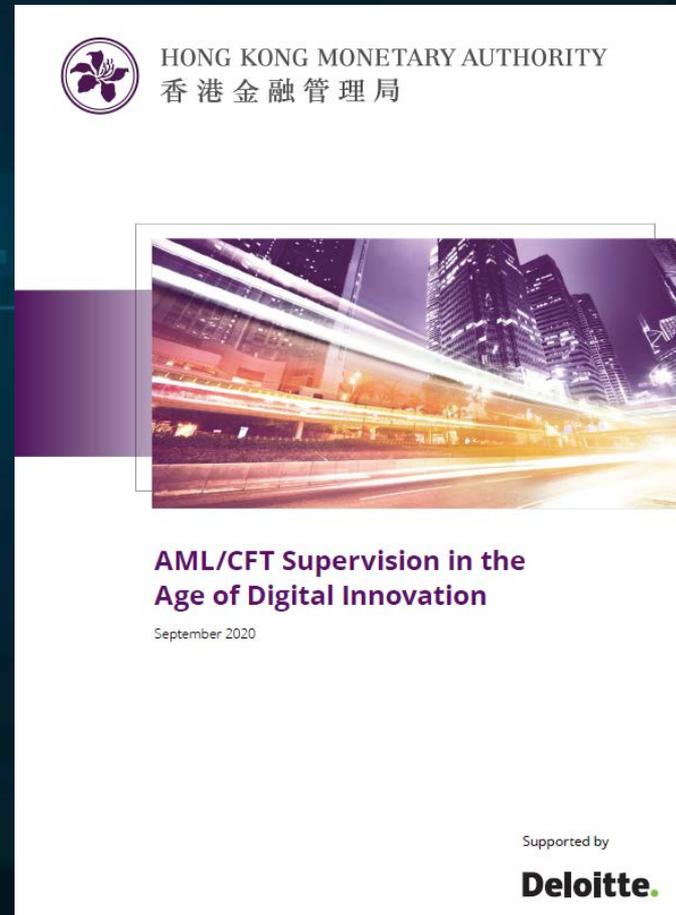
Responsible Innovation

- Digital Innovation is changing AML/CFT work rapidly
 - COVID-19 an additional accelerant
- HKMA is adapting AML/CFT Supervision to respond to these changes
 - Changes for AIs and the eco-system we supervise



AML/CFT Supervision in the Age of Digital Innovation

- To answer the question: What must change?
- Proactive, targeted and collaborative supervision
- Increase industry engagement and data collection
- Enhance interface with the industry



RegTech Adoption in Industry

- Industry adoption of RegTech for AML/CFT remains a vital part of the equation
- We are already seeing very positive results following our first AML/CFT RegTech Forum in Nov 2019

"ACCELERATORS"



80%

"ENABLERS"



77%

RETAIL BANKS
REMOTE ON-BOARDING



85%



Increasing collaboration to enhance the collective response to ML /TF

- Delivering guidance that supports responsible innovation, based on industry input and collaboration
 - Remote on-boarding of corporate customers
- Innovation in AML/CFT not limited to technology
- People and talent remain a crucial element

