



HONG KONG MONETARY AUTHORITY  
香港金融管理局

Our Ref: B1/15C

18 September 2020

The Chief Executive  
All Authorized Institutions

Dear Sir/Madam,

**Fourth Issue of Regtech Watch**

I enclose the fourth issue of the Regtech Watch for your reference.

This issue focuses on technology applications in conduct risk management. It highlights the key challenges to identify and quantify conduct risk given the numerous forms in which misconduct can take and the wide scope of data to be amalgamated and analysed. Authorized institutions are encouraged to study the use cases outlined in the newsletter in their exploration of the use of technology to strengthen conduct risk management.

If your institution has any questions regarding Regtech or any feedback on this newsletter series, please feel free to contact Mr Patrick Chang on 2878-8561.

Yours faithfully,

Raymond Chan  
Executive Director (Banking Supervision)

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