

Take your financial crime risk assessment process to the next level!

msg.**rethink.solutions**
Risk Assessment



Discover the power of technology to transform your risk analysis process.

In today's fast-paced and interconnected business landscape, compliance officers in regulated industries face unprecedented challenges in mitigating the risk of financial crime. With threats increasing, regulatory requirements evolving, and regulators taking a tougher stance on compliance failures, the need to identify and assess risk and build appropriate and proportionate control frameworks has never been more important.

Smaller financial institutions often struggle with limited resources to effectively manage their risks and to keep their compliance programmes up to date. Larger institutions face the challenge of managing the increasing complexity of risk assessments, many of which are still performed manually. At the same time, they are under pressure to reduce operational costs while improving compliance effectiveness. Traditional spreadsheet-based approaches are no longer sufficient and have significant limitations when it comes to responding to regulatory requirements related to enterprise-wide risk assessments.

There is another way of assessing risk. Discover the power of our methodology driven and configurable cloud solution for enterprise risk assessment. With best-practice risk and control libraries for various financial crime risks, our solution provides both pre-filled expert content to build your institution-specific risk assessment and the adaptability to fit any enterprise risk management framework. With built-in workflows, audit trails, dashboards and reports, the solution takes your risk assessment process to the next level.

Key Features

Risk Identification & Evaluation

Comprehensible categorisation and assessment of risks and controls

Integrated Workflow

Numerous workflows to guide users through the risk assessment process and the initial configuration and setup

Automated Calculation

Automated calculation of residual risks and residual risk ratings for better decisions according to organisation's individual risk appetite

Audit Trail

Audit-proof recording of content changes and chronological history of all your risk assessments and supporting documents in one place

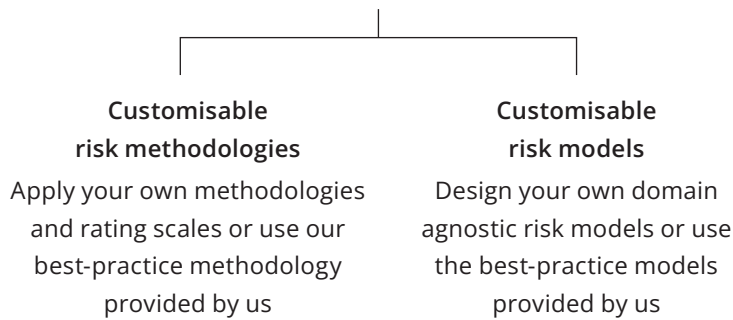
Visualisation of Risk Situation

Instant access to risk aggregation and reporting, dashboards, and analytics across the enterprise

Overview of To-Do Priorities

Comprehensive overview of completeness of assessments and risk indicators due for review and approval

Configurable cloud-based solution






Consolidated Assessments
Ability to view risks across different business lines and functions within the broader organisation

Executive Reporting and Analytics
Comprehensive executive-level board reporting and easy to navigate results

Hosted or in Private Cloud
Option to host solution within your private environment or securely hosted on Microsoft Azure

A robust risk assessment is the cornerstone of any AML/CTF programme. From money laundering and terrorist financing to bribery, corruption and sanctions, this solution enables you to assess your organisation’s risk exposure in line with international regulations, such as the FATF recommendations. With defensible, data-driven results, you can quickly build a programme tailored to your organisation. Its flexible risk structure allows you to manage any class of risk in an auditable environment. Enterprise-wide risk profiles identify and highlight high-risk areas and control gaps or weaknesses. Reporting features aggregate your risk results at both business unit and enterprise level.

Benefits of a technology-enabled solution

Efficiency 	Quality 	Support 
<ul style="list-style-type: none"> • Complete risk assessments in days or weeks • Reduce the time to gather data, assess risk and summarise results • Huge reduction in data aggregation – make better decisions, faster • Access all relevant data to any assessment in one place, no files searching or version control issues • Clearly document follow-up actions and receive email alert notifications and updates 	<ul style="list-style-type: none"> • Major improvements in quality – methodical process, full audit trail with date/time stamp • Less susceptibility to data handling errors (entering, analysing, or adjusting) • Improve record keeping by producing supporting evidence instantly to regulators on demand • Ensures that the risk assessment process is easy to follow, is repeatable and standardised • Produces clear, accurate and timely reports and actionable insights to support decisions 	<ul style="list-style-type: none"> • Applications are subject to far more rigorous testing than formulas in Excel • Application support is provided • Updates on regulatory changes, country and other risk and control models • Reduce reliance on expensive consultants and become more self-sufficient • Easy deployment of tech solutions in shared or private cloud environments

My Dashboard

My Outstanding Risks: 0 Not Assessed, 0 In Progress, 7 Awaiting Submit, 450 Awaiting Approval

My Outstanding Controls: 0 Not Assessed, 55 Awaiting Submit, 0 Awaiting Approval

My To Do List by: Bar chart showing counts for various statuses like Not Assessed, Open, In Progress, Awaiting Submit, Awaiting Approval, On Hold.

My Recent Assessments: Risk Assessment 2022 - Customer Type 1, Risk Assessment 2022 - Customer Type 2, Risk Assessment 2022 - Customer Type 3

My Recent Risks And Controls: Customer Type Risk-Rating (Awaiting Submit)

My Outstanding Actions and Incidents: No data to display yet

My Dashboard

Risk Assessment 2023 (Demo) - Retail Banking

Assess the risks relevant to the business by completing the Inherent Risk Questionnaire for each risk factor.

Inherent Risk Questionnaire

Customer: Politically exposed persons (Weight: 25.00%)

Risk Indicators:

- Is the Risk Factor considered high risk according to regulatory requirements? (Weight: 50.00%)
- Is the Risk Factor applicable to more than 10% of the total population (e.g. customer base, product range)? (Weight: 10.00%)
- How many suspicious cases related to this Risk Factor have been reported during the last reporting period? (Weight: 10.00%)

Comments: (5,000 characters remaining)

Risk and Control Rating: High

Risk Questionnaire

Risk Assessment 2023 (Demo) - Retail Banking

Document overall risk and control findings and key actions for the assessment unit.

Assessment Unit: Retail Banking (Weight: 100.00%)

Residual Risk by Risk Factor:

Inherent Risk	Control Effectiveness			
	High	Medium	Low	No Control / Not Assessed
High	5	1, 2, 3, 4	1	0
Medium/High	4	2, 3, 4	0	0
Medium	3	0	0	0
Medium/Low	2	0	0	0
Low	1	0	0	0

TO Risks: Politically exposed persons, Non-profit organisations, Higher-Risk Countries, Casinos or other gambling-related businesses, Prepaid Cards, Use of complex loans or credit finance, Unsecured loan with unrecalled interest rates and/or terms, Transaction, Items national or cross-border investments of funds, Cash withdrawal, Currency exchange

Residual Risk Matrix

Risk Assessment 2023 (Demo) - Retail Banking

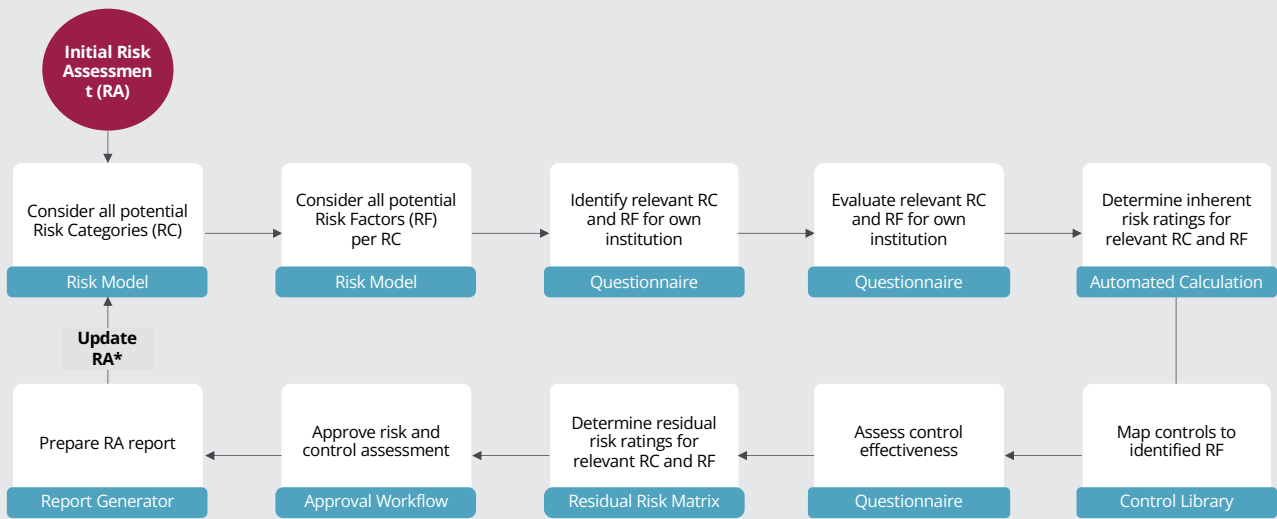
Add controls, document findings and assess effectiveness.

Controls Summary

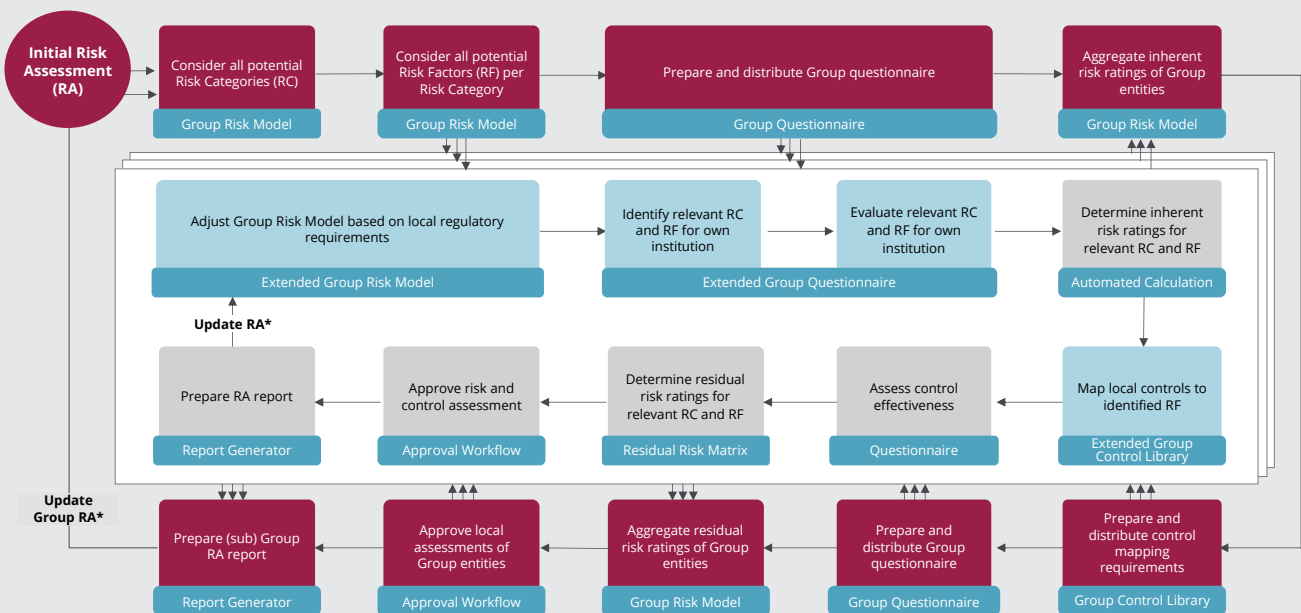
Controls	Key	Weight	Status	Assignee	Approver	Control Effectiveness	Actions
GDPR/PSD2		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
AML Compliance Policies		11.12%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
Outdated Due Diligence		11.12%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
Monitoring of local regulatory and legal changes		11.14%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
Transaction		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
AML Listing		50.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
Specialist AML training		50.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
Customer Due Diligence		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
COO review when triggered by a related alert		11.12%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
COO when onboarding non-co-bank customers		11.12%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	
Regular COO review and refresh of client due diligence		11.14%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
Infrastructure & Technology		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
Industry standards applied to all instances		50.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Low	
Testing of third-party suppliers for AML controls		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	Medium	
Transaction Monitoring		30.00%	Awaiting Approval	Etiam Nisi	Stetio Cupio	High	

Risk Analysis: Summary & Status

Risk Assessment Process



Group Wide Implementation Risk Assessment Process



* New regulatory requirements, changes in business model, new insights/experiences on money laundering typologies

Ready for the future? We offer comprehensive advice & clever technologies for the Compliance Factory of tomorrow.

Contact us to learn more about our Risk Assessment solution or to make an appointment directly with one of our experts: +49 69 580045-0 or

 sales@msg-compliance.com

msg
compliance