

Chart a safe course through the hazards of financial crime and the demands of regulators

Navigating White Waters

Financial crime is an increasing threat to the financial services industry. According to a Basel Committee BCBS 239 principle, the best course to counter financial crime lies in the ability to aggregate and report on complete, cleansed data. So where do organizations start? How can they create simple and transparent structured data and single sources of the truth? Is this achievable across the entire enterprise? And what about the information locked in unstructured big data, social sentiments, and extra-business activities?

The following figures provide valuable insight into the scale and complexity of the task.

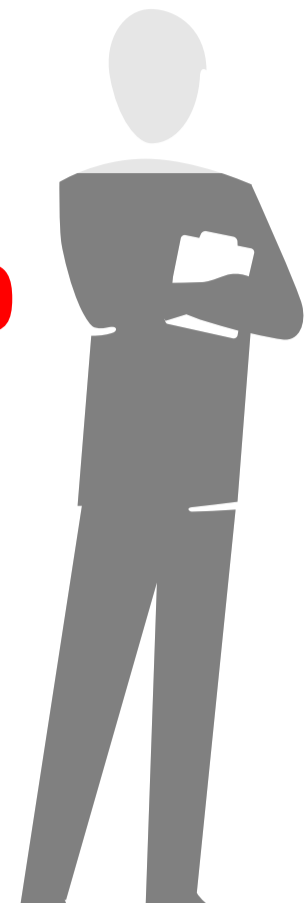
ECONOMIC CRIME IS RISING



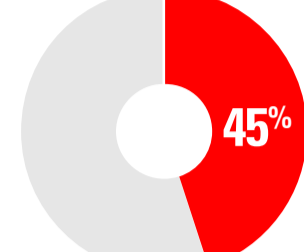
1 in 3 companies has already been hit by economic crime¹

84%

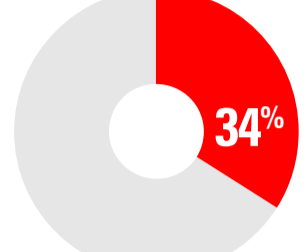
of survey respondents claim money laundering is considered a high-risk area³



Companies suffering economic crime²



Financial services

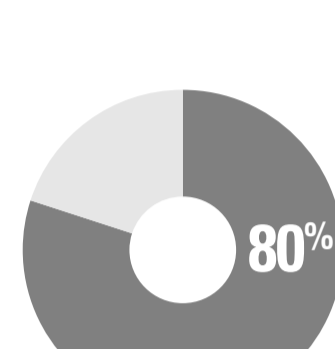


All other industries



More than **1** in 10 executives surveyed reported their company experienced "a significant fraud" in the past two years⁴

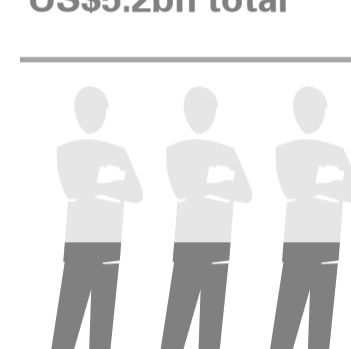
REGULATORY ACTION HAS REACHED RECORD LEVELS AND IS BECOMING MORE PERSONAL



US\$5.2bn total

80%

of the US\$5.2 billion in penalties imposed since 2002 have been levied since 2012⁵



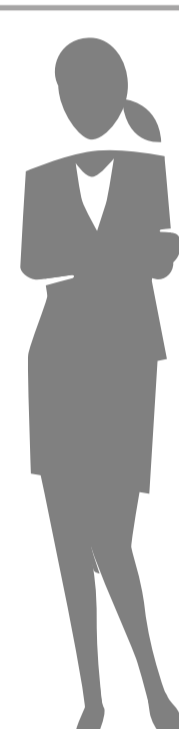
53%

of respondents expect the personal liability of compliance professionals to be slightly or significantly more than today⁶

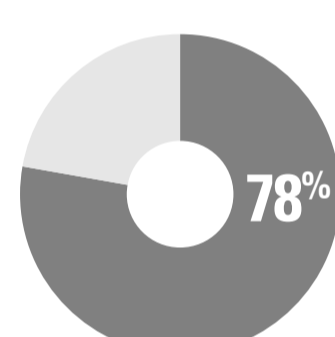
"Through enforcement of the rules ... we make clear that there are consequences when the lines are crossed, we demonstrate societal disapproval and we send a message to others who may be tempted."

Tracey McDermott,

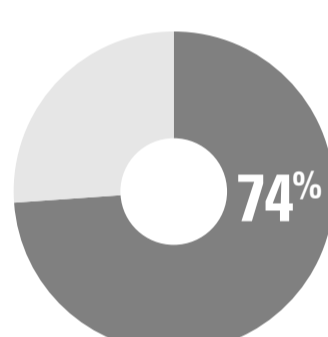
Director of Enforcement and Financial Crime, the FCA, June 2013⁷



THE INDUSTRY IS RESPONDING WITH GREATER SPENDING AND RISK FOCUS



78% reported increases in total anti-money laundering investment⁸



74% predict further investment increases over the next three years⁹



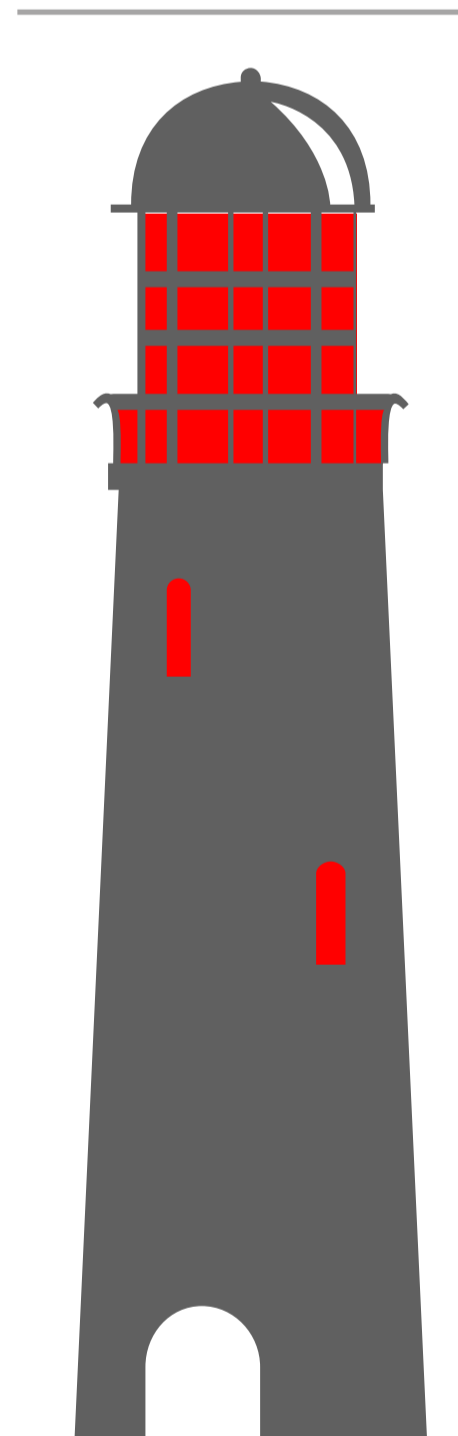
Transaction monitoring was reported as the largest investment in AML, followed by KYC¹⁰



Satisfaction with transaction monitoring systems is declining as more is expected of the solutions¹¹

UNIFY, SIMPLIFY, AND FIND CALMER WATERS

Companies and regulators are increasingly recognizing that **multiple silos mean multiple opportunities for failure, combined with increased risk and costs.**



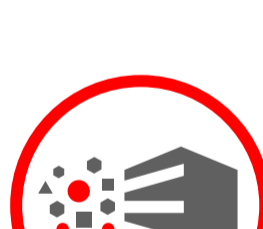
At Oracle, we believe that success lies in keeping it simple. Aim for a single data repository for all fraud and financial crime detection, prevention, and reporting activities. Oracle offers an array of solutions across the entire data management lifecycle to help you monitor both structured and unstructured data. Discover how we can assist you in building a strong foundation on which you can add layers of complexity over time.

Oracle Financial Services Financial Crime and Compliance Management platform



Common data infrastructure

- Common data taxonomy and metadata
- Common data available across all compliance models and applications



Effective data usage

- Model governance
- Compliance and risk materiality assessment
- Controls, issue/ action monitoring



Comprehensive, consolidated reporting

- Compliance and risk appetite reporting and monitoring
- Exploration environment (predictive analysis)

ORACLE IN ACTION

A tier 1 global banking institution

more than

10,000

offices



83

countries

Challenge?

Costly, disparate AML applications and processes that were no longer viable

The solution? Oracle Financial Services Financial Crime and Compliance Management platform



An enterprise-level, productized, peer-referenced AML solution



Cost reduction



Multiple jurisdiction / business-level AML systems and processes replaced with one global solution deployed in a short time frame



Improved transparency for easier compliance monitoring and auditing

Join the global leaders

Four of the largest global banks use Oracle - enjoy the same robust capabilities that they do. For your single solution to seamless compliance and enhanced control, visit our [Oracle Financial Services Financial Crime and Compliance Management platform section](#).

To arrange a free consultative session with an expert, contact howard.mather@oracle.com or matthew.long@oracle.com

Join our communities



[1] Pricewaterhouse Coopers, "Economic crime: A threat to business globally," Global Economic Crime Survey, 2014
 [2] Ibid
 [3] KPMG International, Global Anti-Money Laundering Survey, 2014
 [4] Ernst & Young, "Overcoming compliance fatigue: Reinforcing the commitment to ethical growth," 13th Global Fraud Survey, 2014
 [5] *Financier Worldwide*, "AML enforcement trends," <http://www.financierworldwide.com/aml-enforcement-trends/#.VCqmuhAyg6U>, 2014
 [6] Thomson Reuters, Cost of Compliance, 2014
 [7] Enforcement and Credible Deterrence in the FCA by Tracey McDermott, <http://www.fca.org.uk/static/documents/enforcement-credible-deterrence-speech.pdf>
 [8] KPMG International, Global Anti-Money Laundering Survey, 2014
 [9] Ibid
 [10] Ibid
 [11] Ibid