

# AML Risk Manager for Investment Firms

---

Ensure Compliance, Reduce Risk and Optimize  
Operational Efficiency Through Accurate  
Detection of Money Laundering

---

**Investment firms continue to be closely monitored and regulated for money laundering and fraud. Firms must be diligent in establishing an effective AML program or risk noncompliance with regulations and significant reputational harm. To mitigate these risks, compliance officers need to be armed with processes and technology suited to the specific needs and risks of the investment industry.**

---

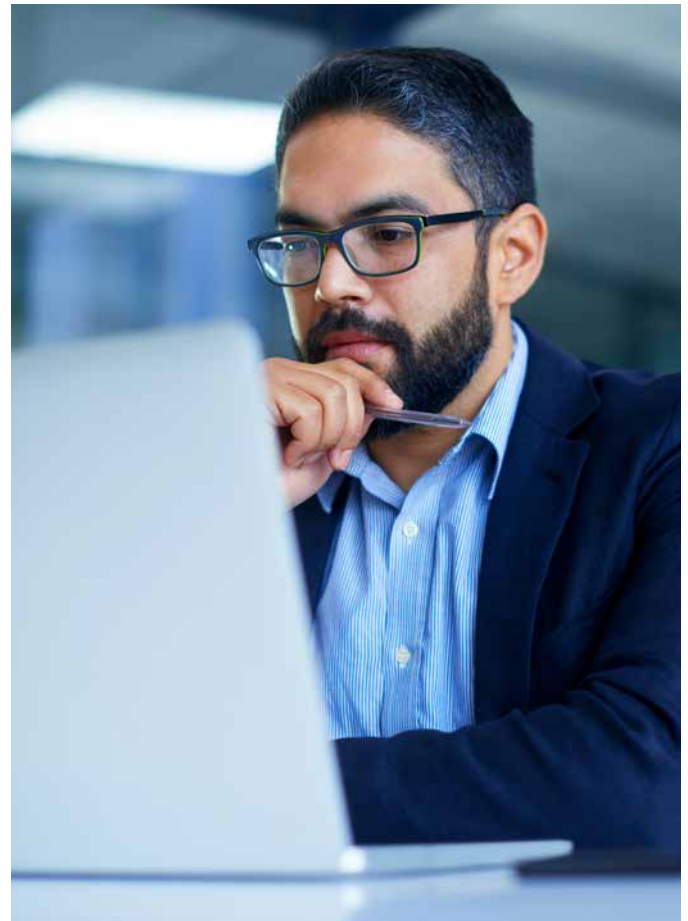
With its proven track record in the investment industry, AML Risk Manager from Fiserv can help quickly and cost effectively meet these challenges.

AML Risk Manager offers a comprehensive set of integrated capabilities to effectively manage money-laundering risk and keep operational costs in check.


Providing effective anti-money laundering (AML) risk management is complex and costly. Controls and regulations are constantly evolving to keep up with new and more sophisticated financial crime schemes.

The stakes are high. Regulators have levied enforcement actions with billions of dollars in fines. In 2020, global regulators imposed [\\$10.6 billion in penalties related to compliance issues](#), most of which were related to AML.

Regulations continue to tighten. The U.S. [Anti-Money Laundering Act of 2020](#), passed in 2021, is a significant legislative effort to curb illegal financial transactions. Recent Financial Transactions and Reports Analysis Centre (FINTRAC) guidance in Canada specifically focuses on brokers and life insurance companies.



## Challenges Impacting Your AML Program

-  **Criminals**  
Increasingly sophisticated and strategic crime schemes
-  **Business**  
Rising operational costs versus increasingly difficult risk mitigation
-  **Regulators**  
Tightening requirements for risk management and beneficial ownership
-  **Technology**  
Evolving, complex technologies and channels








## Powerful Behavioral and Risk Monitoring

AML Risk Manager is a comprehensive anti-money laundering solution that goes beyond traditional transaction monitoring to ensure regulatory compliance. You can screen, risk-rate and collect necessary know your customer (KYC) data for all transactions and manage risk through ongoing monitoring and due diligence. Advanced analytics minimize false positives and prioritize alerts, enhancing operational efficiencies.

AML Risk Manager provides innovative monitoring of transactions and events involving clients, intermediaries and financial advisors based on known investment/security money laundering scenarios, such as unusual trading behaviors, wash sales/trades, abnormal settlements or unusual volume of penny stock trades.



## Key Functionality

-  Advanced detection techniques to identify more suspicious activity and reduce false positives
-  Know your customer (KYC) scoring used for initial, ongoing and enhanced due diligence
-  Superior beneficial ownership tools and link analysis
-  Robust customer-profiling capabilities
-  Superior watch-list matching capabilities, including high volume processing
-  Automated management and regulatory reporting and dashboards
-  Flexible platform that adapts to regulatory changes and optimizes operational efficiency

## Advanced Analytics

AML Risk Manager takes a multilayered approach to detect financial crime through behavioral profiling, advanced analytics and risk scoring as well as real-time, batch and peer group analysis. The techniques can be used individually or in combination and can be applied to monitor entities and events, such as transactions, clients, intermediaries and financial advisors.

The solution generates alerts using multiple detection techniques and scores them using machine-learning models, informed by historical outcomes of investigations, to accurately identify alerts as productive or nonproductive and then prioritize and process them appropriately. In combination with the AML Risk Manager alert investigation portal, analysts can quickly and easily see the critical alert information necessary for holistic analysis and quick, accurate decision making. That enables analysts to focus on remediating high-risk alerts and managing risk more effectively.

## Know Your Customer

Performing KYC due diligence is a regulatory requirement that is time-consuming, prone to errors, and can have varying levels of complexity based on customer type and products and services offered.

The ability to create, complete, store and view custom due diligence questionnaires directly in the solution enables easy tracking and eliminates paper forms. That functionality ensures required KYC data is collected for high-risk customers, including those in high-risk industries that require enhanced or specialized due diligence. These questionnaires can be used to submit information into AML Risk Manager. Often this capability is used to submit referrals from employees who may have noticed suspicious activity.

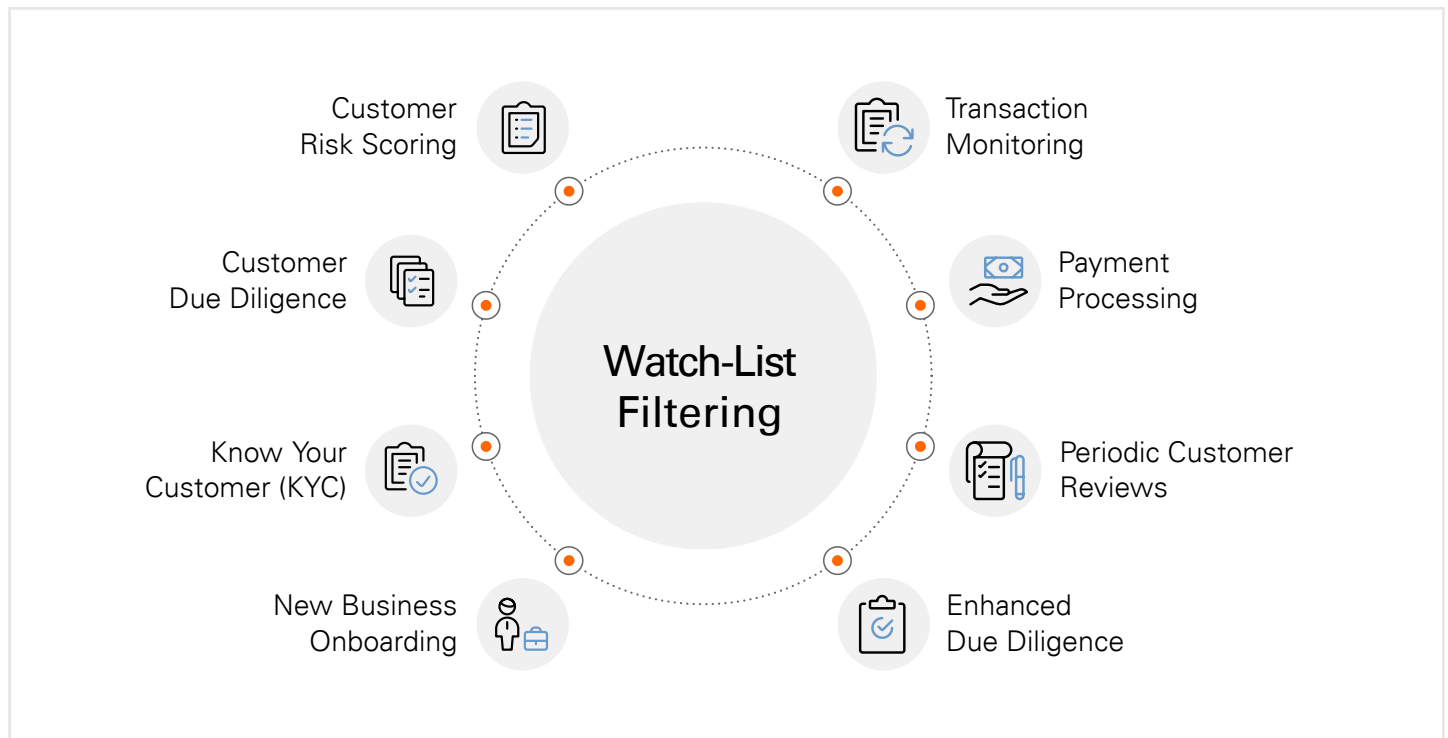
## Watch-List Monitoring

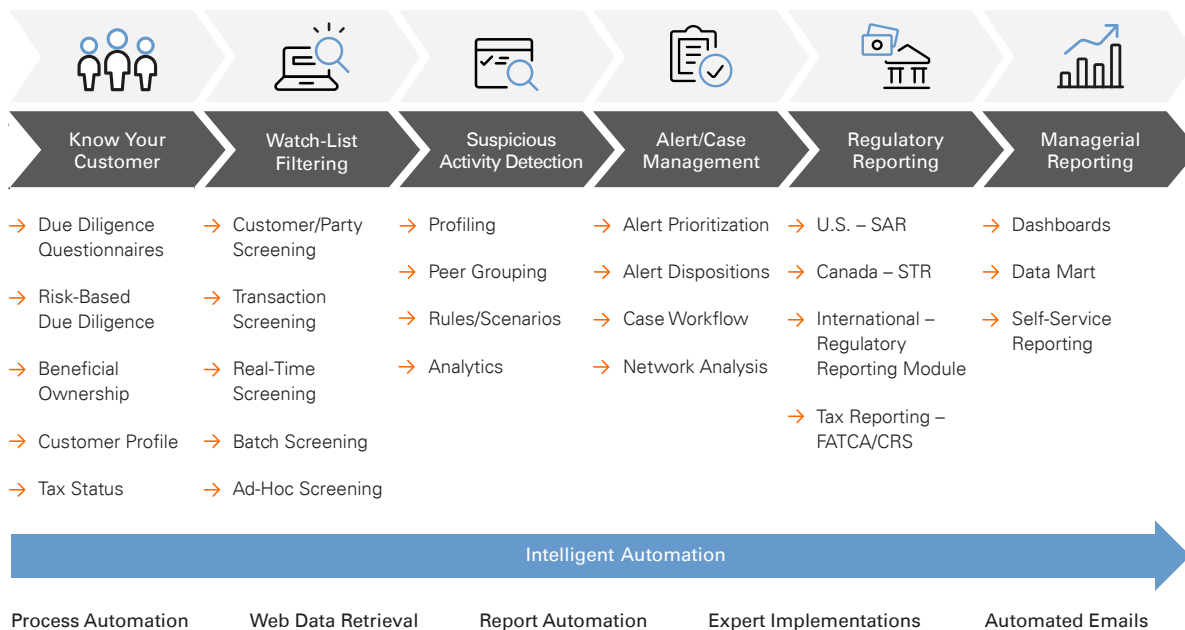
The watch-list filtering capabilities in AML Risk Manager provide innovative matching analytics and robust alert and case management features designed to reduce operational costs, mitigate compliance risks and achieve long-term regulatory, operational and IT objectives.

Watch-list filtering screens data such as transactions, clients, intermediaries and financial advisors against sanctions and politically exposed persons (PEP) lists, as well as custom lists and those provided by third-party data service providers. It also includes customer risk scoring. Watch-list filtering can be applied to every aspect of your AML program, from customer and enhanced due diligence processes to periodic customer reviews and screening for wires and payments.

Importantly, it supports regulatory compliance with sanctions and PEP obligations, such as those enforced by organizations like the Office of Foreign Assets Control, Office of Superintendent of Financial Institutions and United Nations.

The modern matching engine provides faster processing speeds and performance to enable the scanning of very large amounts of source data against very large watch lists, while enhanced matching technology provides match variation options for date, address and name-related information.





## Key Indicators

AML Risk Manager identifies key money laundering indicators for investment/securities, including:

- Deviation in frequency of trading behavior
- Deviation in amount of trading behavior
- Unusual volume of penny stock trades
- Marking the close
- Wash sales/trades
- Deviation between settlement activity and trading activity
- Trading activity not commensurate with risk profile
- Identity theft red flags
- Large or unusual settlements of securities in cash form
- Abnormal settlement instructions

## Beneficial Ownership

Regulations require the capture of ownership and controlling-person information. AML Risk Manager solves that challenge by aggregating transaction data for regulatory reporting and exposing complex beneficial ownership structures through advanced relationship visualization.

You can effectively identify financial ownership and controlling interest while having the ability to examine relationships in owner-centric and entity-centric views. Drag-and-drop network analysis enables drilling into ownership associations that otherwise would not be apparent.

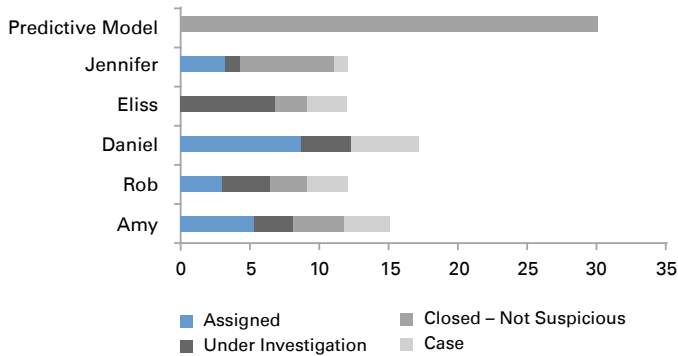
## Visualization

AML Risk Manager leverages a flexible and intuitive data mart for self-service management reporting and data visualization. Users can gain insights on business data such as clients, intermediaries, financial advisors and transactions; operational data such as alerts, cases and financial intelligence unit (FIU) reports; and organizational data such as users, teams and offices.

Begin your day with a quick and complete view of your AML program for the insights into risk and operations you need.

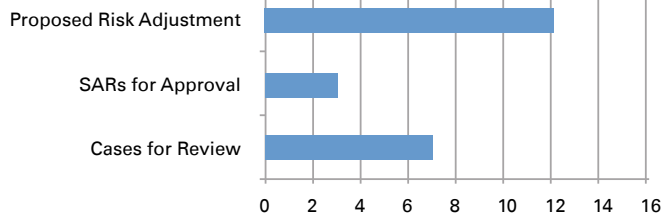
## Analyst-Level Reporting

Today's Alerts and Team Progress



## Monitor Workflow in System

My Work Today



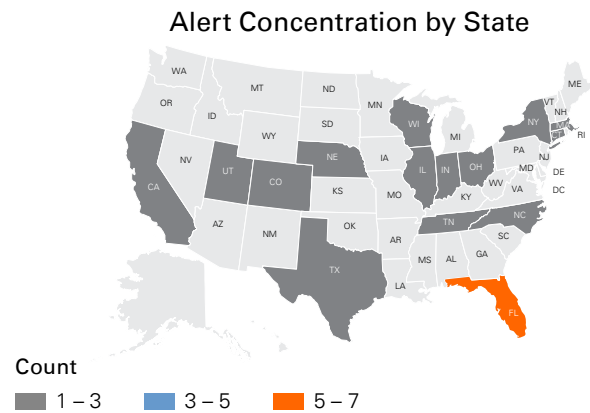
## Reporting

Your institution can meet its regulatory and tax compliance reporting requirements (SAR, FATCA, CRS, EFT, STR and FINTRAC) with predefined reports and electronic file processing.

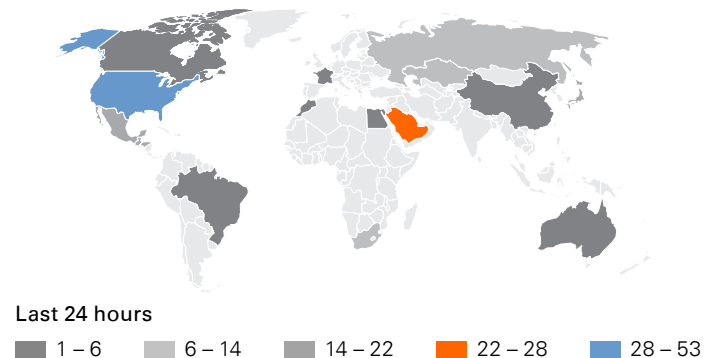
An overarching view of risk can be seen through customizable dashboards. Executives and compliance officers can view up-to-date information about current risks in a format that allows for quick analysis and decisive action.

## Monitor Where the Risks Are Coming From

Current Statuses per Feb 4, 2021, 12:13:17 PM



Transaction Geographic Distribution



## Flexible Platform

AML Risk Manager resides on the Financial Crime Risk Management platform, which standardizes and consolidates behavioral monitoring to provide an integrated set of sophisticated capabilities that detect, investigate and resolve risks around clients and their transactions across different products, channels and geographies. The open platform enables organizations to develop further capabilities tailored to their needs.

## Deployment Options

AML Risk Manager can be deployed on-premise or in the cloud through a cloud partnership.



## Why Fiserv?

More than 1,200 organizations across 70 countries use anti-money laundering and fraud detection software from Fiserv, including banks, credit unions, brokerages and insurance organizations. Fiserv provides the tools, solutions and expertise to support your AML and fraud programs today and in the future.

- 1,200 organizations trust Fiserv to help them manage their AML compliance
- 70 countries where AML Risk Manager is deployed to enable effective risk management
- 500+ typologies tracked across seven industries, including financial products, crypto currencies, payment services and trade-based activity

Highly regarded by industry analysts, AML Risk Manager was a finalist for the 2020 FTF New Technology Innovation Awards for Best Compliance Solution and Best Financial Crime Prevention Technology. The solution received the 2019 The Asian Banker Risk Technology Implementation Awards for Compliance Risk Technology Implementation of the Year and Finance Technology Innovation of the Year.




### Key Benefits:

- Coordinated and centralized method of managing and enforcing data capture through KYC due diligence questionnaires
- High-volume matching and fast processing capabilities for watch list monitoring
- Behavioral profiling of any entity
- In-depth beneficial ownership capabilities that meet regulations
- Reduced false positives through proven monitoring techniques
- Fully integrated regulatory reporting
- Customizable dashboard with up-to-date risk information



# Connect With Us

For more information  
about AML Risk Manager:

 800-872-7882

 getsolutions@fiserv.com

 [fiserv.com](https://www.fiserv.com)

Fiserv is driving innovation in Payments, Processing Services, Risk & Compliance, Customer & Channel Management and Insights & Optimization. Our solutions help clients deliver financial services at the speed of life to enhance the way people live and work today.

Visit [fiserv.com](https://www.fiserv.com) to learn more.