



The Outlook for Regulatory Compliance in Financial Services

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Mrs Francesca Harte (Director of Enforcement)





Introduction



Regulatory compliance in financial services speaks to how entities and market participants adhere to laws, **regulations**, guidelines and specifications **relevant** to its business

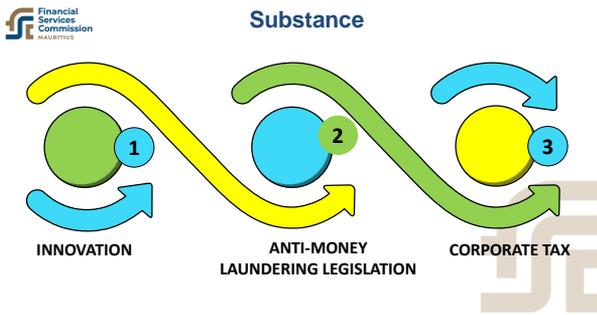


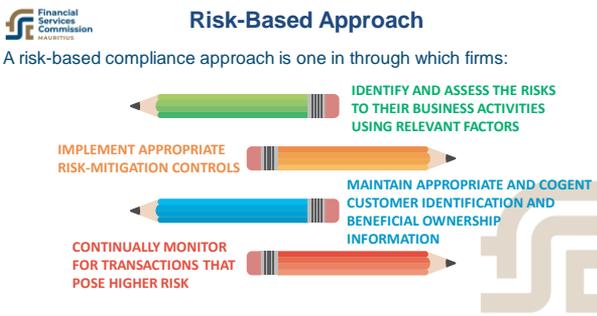


In today's socio-economic and regulatory climate, our responses need to be able to balance a plethora of perspectives and considerations, such as:











Senior Management Responsibility

Senior management must be proactive, agile and efficient in their management of risk.





AML - CFT





De-Risking

- **De-risking** is defined as “the phenomenon of terminating or restricting business relationships with clients or categories of clients to avoid, rather than manage, risk”.



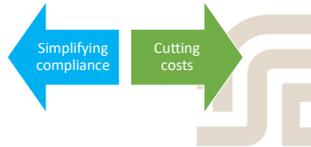


RegTech

- RegTech is the management of regulatory compliance within the financial services industry.
- It is designed to help firms adapt to regulations in an effective and cost-efficient manner.



Functions of RegTech





Operational Resilience

- **Operational Resilience** is a key regulatory expectation.
- Operational resilience is essential because it speaks to the ability of firms, and the sector as a whole to prevent, respond to, recover and learn from operational disruptions.





NotPetya





If your firm had only 19 minutes, where would you start?

The problems

- Cyber attacks
- Threats
- Vulnerabilities



The solution

- **Resilience**





How can regulation keep up with innovation?





The Enforcement Response

Adhere to domestic as well as international requirements.

- Consultation Paper
- Administrative Penalty
- Responsibility of Compliance Officers



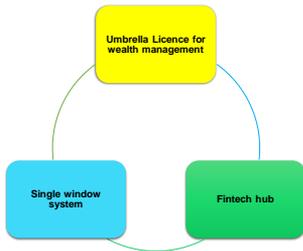


Consequences of non-compliance





Future initiatives





Any questions?

