

FCA Supervisory Activity

Anti-money laundering and counter-terrorist financing

	2020-21	2021-22	2022-23	2022-23
DEDICATED EMPLOYEES	47	40	52.8	15.8 dedicated to crypto asset businesses
DESK BASED REVIEWS	210	78	231	375 additional financial crime and sanction cases opened
ON SITE VISITS	0	0	7	

Common Non-Compliance Issues Identified by the FCA

RISK ASSESSMENTS.

Inadequate client and firm-wide risk assessments

EDD.

Ineffective application of enhanced due diligence

RESOURCES.

Inadequate resources dedicated to, and training of staff responsible for, compliance

EDD.

Insufficiently risk-sensitive or granular enhanced due diligence processes

MONITORING AND TESTING.

Insufficient compliance monitoring, and insufficient quality assurance and testing

DOCUMENTATION.

Inadequate documentation of risk-assessments and measures taken to monitor risk

DBR FINDINGS

Of the firms that underwent a desk based review, the FCA found the following split between compliant, generally compliant and non-compliant

Compliant	45%
Generally compliant	13%
Non-compliant	4%
<i>(To be determined)</i>	<i>38%</i>

The FCAs Data-Led Approach Key Elements

REP-CRIM.

Expansion of REP-CRIM, a survey that gathers information on AML controls from firms.

PAML.P.

This identifies hotspots, outliers, and emerging themes to help focus the FCA's proactive engagement.

MAPP.

This modular approach involves simultaneously reviewing multiple firms' financial crime systems and controls in relation to a specific risk.

FSI.

Targeted engagement with firms on specific issues or risk indicators via Focused Supervisory Interventions.

HOW NEOPAY CAN HELP

- FCA authorisation support
- EU authorisation support
- Change in Control Support
- Compliance audits
- AML / CTF audits
- Safeguarding audits
- Bespoke audits
- Virtual Compliance Support
- Integrated Managed Services

Contact us today to gain a better understanding of how we can help you.

Source: HM Treasury Anti-money laundering and counter-terrorist financing: Supervision Report: 2022-23



Be confident in your compliance™