

# AML and Sanctions Services

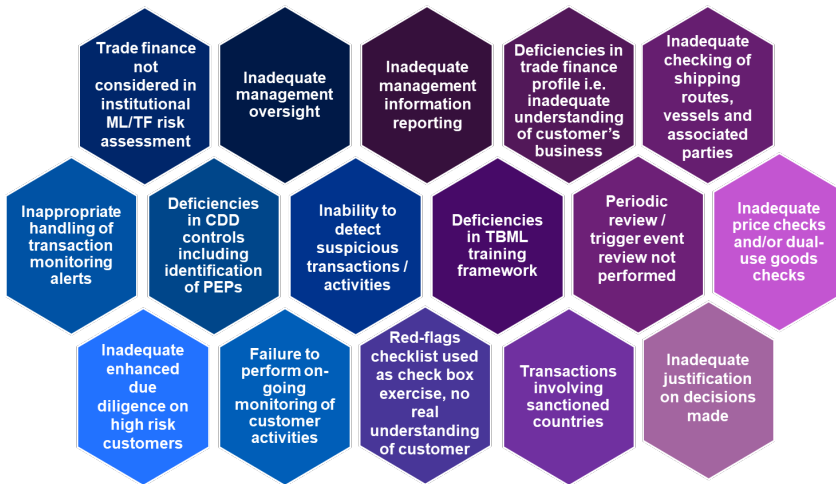
## Trade Based Money Laundering (“TBML”) Controls - Maturity Assessment Tool

### TBML is an increasingly complex and challenging risk for financial institutions to manage

TBML is a complex method of Money Laundering used by criminals and terrorists to legitimize funds of illicit origins or finance illegal activities through trade transactions. Due to limited awareness of TBML techniques amongst the banking staff, TBML is difficult to detect. As over 80% of trade require trade finance, TBML has become a lucrative area for money launderers and has attracted regulator’s attention worldwide.

Regulators expect the AML programmes of financial institutions to include a set of comprehensive policies and procedures to mitigate TBML risks. However, financial institutions may not only have insufficient or inconsistently executed policies and procedures specific to trade, they are likely still using traditional manual procedures to perform trade transaction screening.

### Key Challenges Faced by Financial Institutions



### Global Regulatory Guidelines

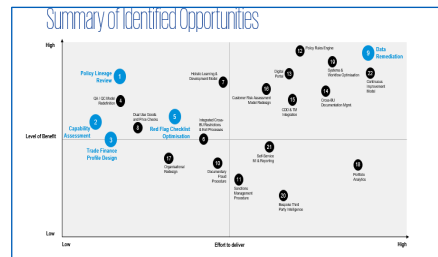
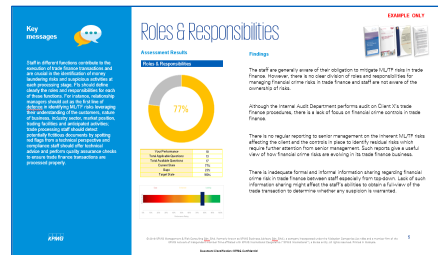
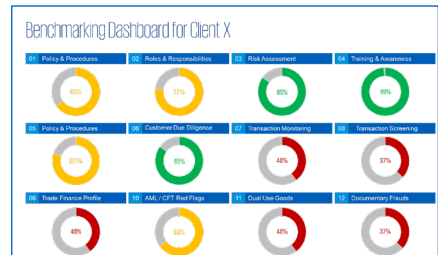
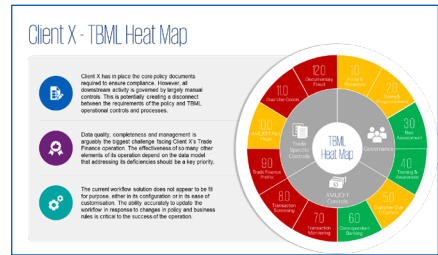


### What you should do

In order to combat the growing volume of TBML and to effectively mitigate the risks, financial institutions should develop effective general and trade specific controls including stand-alone trade finance AML policies and procedures for every type of trade product and consider adopting automated trade transaction screening systems.

## How KPMG can assist

KPMG can assist financial institutions in designing and implementing an effective AML Program to combat TBML using our *TBML Controls - Maturity Assessment Tool*. The tool benchmarks your controls against local and Global Regulatory Guidelines, providing you with a dynamic heat map outlining strength of your TBML Controls alongside a detailed analysis of each segment and a *Targeted Action Plan* enabling you to drive future initiatives and improvements.



## Contact Us

For more information on KPMG's AML & Sanctions Services, or to arrange an in-house presentation, please contact:



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Based on the results of the Maturity Assessment Tool, we can further assist you in

- Developing stand-alone TBML policies and procedures
- Designing the CDD / EDD / Customer Profile / Red Flags / Dual Use Goods packs
- Conduct targeted / role based trainings
- Assist with the evaluation and selection of a suitable TBML system solution
- Assist with investigations of suspicious trade transactions and clearance of backlog of screening / monitoring alerts

Some or all of the services described herein may not be permissible for KPMG audit clients and their affiliates or related entities.

[kpmg.com.my/Forensic/AML](http://kpmg.com.my/Forensic/AML)

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