

# The future of finance

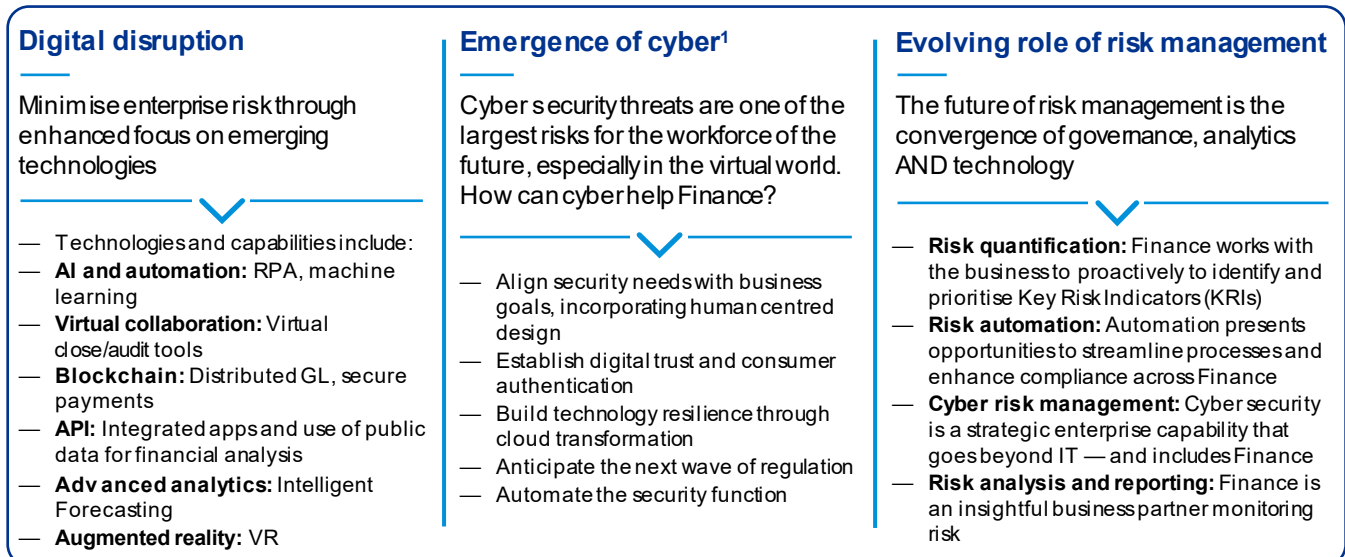
## Risk and compliance

September 2021

### What are the challenges facing organisations today?

The environment in which companies operate today is constantly evolving and the risks of yesterday have taken on a new meaning today. The following presents a look at the risks enterprises are facing and what Finance can do to proactively address risk and maintain compliance.

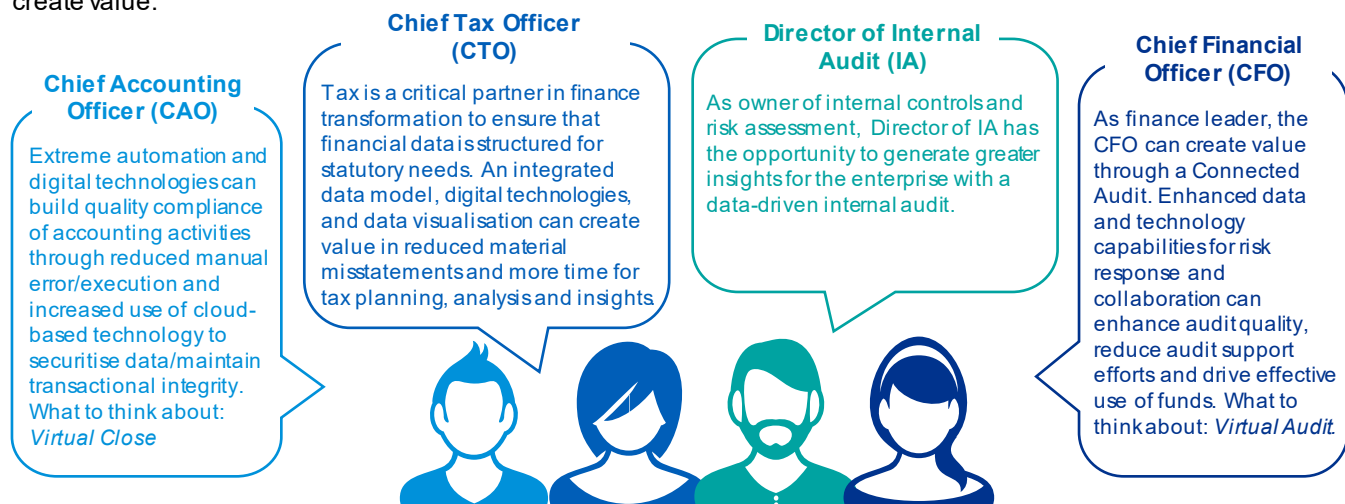
### Trusted Enterprise: Managing the evolving risk landscape



<sup>1</sup>Source: KPMG's All hands on deck: Key cyber security considerations for 2020.

### Trusted Finance: Risk & Compliance in the finance organisation

Finance contains key roles to help maintain risk and compliance across the company. Here's how they can create value:



## Together, finance leaders can respond

Controls will serve as a catalyst for enhanced services when embedded into Finance operations; with risk & regulation management coming for free\*

### Forget the past...

Controls purely for regulation & compliance

Reactionary analysis through reports & spreadsheets

Transaction focused Finance workforce, limited digital acumen

15% automated controls in Finance

Legacy open audit points & control deficiencies

### ...prepare for the future...

#### Drive standardisation



Controls for Financial Reporting & Operational risks

#### Optimise everything



Continuous cycles of enhancements

#### Serve as strategist



Tech generated insights and commentary for broader business

### ...here's why.

50% Reduction in manual reconciliations

45% Cut in the cost of general accounting

30% Reduction in cost of Finance

80% Reduction in # manual reports

35% Reduction in Finance IT spend

#### Shape the data driven experience



Leveraging data analytics for Financial metrics

#### Flexible on-demand controls



Controls embedded into daily operations with accountability

#### Enable new technology



Cloud everywhere, RPA & AI enabled controls

\*Source: Powered Enterprise | Finance. KPMG International 2020

## Trusted Partner: Risk & Compliance as value creators, not problem finders

Risk and compliance capabilities within Finance, Tax, and Internal audit organisations must evolve to work with the enterprise to enable predictive and proactive problem solving. New skillsets are required to support the business including: end-to-end process knowledge, design thinking, and data analytics and technology skills.

**Evolving skillsets can incorporate data, analytics, and technology. Below are some of the skills expected across the finance organisation to further support risk and compliance:**



#### Analytics, technology and data

Analytics and insights, visualisation, data mining and modeling, process automation



#### Behavioural

Relationship management, impactful storytelling, feedback, communication and critical thinking



#### Strategic business initiatives

Strategic thinking, research capabilities, speak "business", global markets insights, process design and navigation



#### Financial controls and compliance

Business modeling, core financial driver analysis, risk management and governance, SOX compliance

## How can you get started?

- What emerging technologies does your organisation already have to enable compliance?
- Does your technology address cyber security risks?
- Are your risk and compliance activities also generating business insights?
- Can your current Finance workforce address the evolving skillsets required within risk & compliance?
- Does Finance successfully partner with the business, tax, and internal audit to enable innovation?

## Contact us

### Peter Luscombe

Partner, Financial Services

KPMG in the UK

T: +44 7979 524810

E: [peter.luscombe@kpmg.co.uk](mailto:peter.luscombe@kpmg.co.uk)

### Svilena Tzekova

Partner, Corporates

KPMG in the UK

T: +44 7714 844254

E: [Svilena.Tzekova@KPMG.co.uk](mailto:Svilena.Tzekova@KPMG.co.uk)

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

[home.kpmg/uk/futurefinance](https://home.kpmg/uk/futurefinance)



The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2021 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organisation.