

# Money Laundering Detection System Know Your Customer

Bosch Software Innovations



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Invented for life

## Create the Foundation of Trust: As the Bank, You Have a Duty to Know With Whom You Are Working.

The principle of Know Your Customer (KYC) is the foundation for meeting due-diligence duties – it requires obtaining background information on customers and documenting it in a KYC profile. Only those institutions that have thorough, relevant, and up-to-date information about their customers will be in a position to legitimately identify whether or not a customer relationship or transaction is suspicious.

## Obtain Background Information – Classify Risks

The KYC principle requires identification of the contracting parties and beneficial owners, as well as clarification of financial motivations and intended asset use. This in-

formation is directly relevant to a risk-oriented assessment of the customer – the risk classification. The customer-specific classification considers the nationality and country of domicile of all persons involved in the transaction, as well as the legal form, assets, and transaction behavior of the customer.

The MLDS KYC profile can be adjusted by the bank. This simplifies migration of already-stored KYC data.

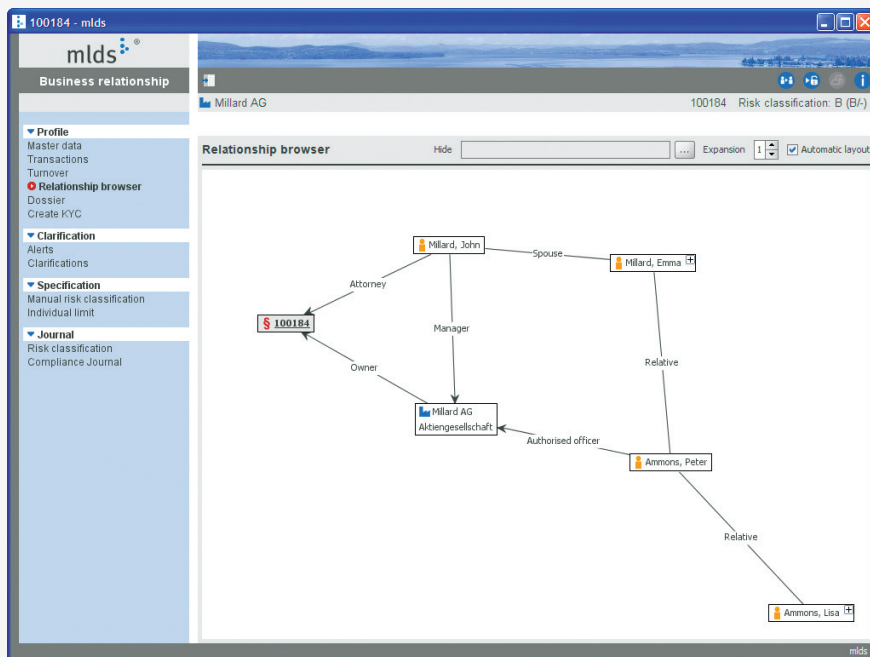
Beyond the issue of due-diligence, the customer data in the KYC profile represents valuable information for marketing and sales processes. To that end, Bosch Software Innovations offers a powerful and very practical customer relationship management solution.

## MLDS - Know Your Customer

Type of documentation	Status	Selection
Certificate of incorporation	Present	<input type="checkbox"/>
Copy of swift payment	Present	<input type="checkbox"/>
Evidence of registered address	Present	<input type="checkbox"/>
Identification of at least two directors of the company	Missing	<input type="checkbox"/>
Identification of company or individual with principal control	Missing	<input type="checkbox"/>
List of directors	Missing	<input type="checkbox"/>
List of shareholders	Missing	<input type="checkbox"/>

The KYC profile provides insight into the economic and financial background of a business relationship. It documents information about the source of assets and planned investments and sales.

MLDS - Know Your Customer



MLDS distinguishes between persons and business relationships. This results in a transparency of relationships that greatly benefits both relationship managers and compliance officers.

Connections and linkages between and among persons and business relationships can be traced quickly and easily in the relationship browser.

Customer Profiles with Master Data – Transaction History – Compliance Journal

The KYC principle in MLDS stores all customer information when assessing the risk of a business event, including the transaction history and all transaction details, in the form of a compliance journal.

This journal is maintained automatically and documents all due-diligence relevant data and events, creating a comprehensive compliance history. This history details the reasons as to why and when each risk assessment was made, and which clarification processes were performed. The complete history of the KYC profile and all clarifications are transparently and precisely documented. This information cannot be deleted – the compliance journal is the auditable documentation of due-diligence efforts.

The KYC Principle within MLDS ...

- ▶ MLDS supports implementation of statutory KYC principles to the fullest extent
- ▶ This KYC data flows effortlessly into risk classification, transaction monitoring, and the clarification process
- ▶ All data updates that are relevant to due-diligence are documented for auditing purposes in the compliance journal. Electronic documents and notes on the business relationship can be entered here as well

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