

# FIND FRAUD FAST

### helps prevent

- Money Laundering
- Internal Fraud
- Third Party Fraud
- Terrorism Financing

### AML/ATF tools

- CIF Scorecard
- Instrument Scorecard
- Watch Lists
- Nightly Scanning
- FINTRAC Reporting
- Transaction Thresholds

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### Primary Benefits:

- Fraud reduction as a result of increased surveillance.
- Automated reporting to FINTRAC as required.
- Ensures policies are enforced on a daily basis.

### Anti-Money Laundering / Anti-Terrorism Financing.

Criminals today use very sophisticated methods to avoid detection of fraud and money laundering. Surveillant provides you a way to detect this type of activity by using a combination of scorecards, watch lists, transaction scanning, and automated reporting.

### Custom Risk Assessment Scorecard.

Create a custom scorecard for each person, business, or financial instrument registered on your system using questions unique to your organization. These scorecards will be used by the compliance team in conjunction with any transactions that are deemed suspicious for potential further investigation.

### Risk Assessment Scorecard

Loan Number: \_\_\_\_\_

Client 1 Name: \_\_\_\_\_

Client 2 Name: \_\_\_\_\_

Part B: Geographic Location Risk Potential	Weight	Score
Do we have knowledge that the client has ever deposited funds that originated from one of the 38 countries on our watch list?	25	
Do we have knowledge that the client conducts or has ever conducted business in one of the 38 countries listed on our watch list?	25	
Do we have knowledge that the client conducts or has ever conducted business in one of the 38 countries identified as a high risk country?	5	

fig. 1: Sample questions for Risk Assessment Scorecard

## Surveillant and Your Compliance Team.

Every financial institution today must have an anti-fraud and anti-money laundering compliance team in place. This compliance team is there to ensure that risk is assessed and that specific types of transactions are reviewed for compliance. When setting up Surveillant for the first time, use the compliance team to help create the questions that will be used for scorecards in addition to transaction monitoring criteria.

## Watch Lists.

Surveillant's Watch List feature allows you to flag customers or third parties that you want to monitor more closely. As an example, if a particular lawyer was associated with two fraud cases in the past few years, but never charged, you could choose to monitor that lawyer more closely than other third parties. The Watch List then enables the compliance team to become aware when a flagged customer or third party becomes linked to a financial instrument.

## The Heart of Surveillant: Automated Nightly Scanning.

Today's money laundering criminals will sometimes deploy a network of people to perform transactions that, by themselves, are not suspicious, but for a given financial instrument in a specific time period could be deemed suspicious. For example, if there are eight deposits of \$2,000 made at eight different branch locations into one account, these transactions, by themselves, would typically not be deemed suspicious. If you have configured Surveillant to watch for any deposits in aggregate of over \$10,000, Surveillant will then flag this type of activity. You can instruct Surveillant to detect any number of activities (with specific threshold amounts) for any loan, retail, investment, or term deposit account.

SIT recommends that the team that is responsible for monitoring suspicious transactions use the Suspicious Transaction Browser within Surveillant to see what has been logged on a daily basis. If there is a suspicious transaction, the team member can perform an analysis and decide whether this activity should be reported or not. If the activity should be reported, the team member fills out a Fraud Report Form and decides whether to submit it immediately to FINTRAC or to save the information for later submission.

SUSPICIOUS TRANSACTION						
Instrument		Transaction		Status		
Client No	Type	Instrument No	Date	Stat	Date	Verified By
0001021	Loan	1000165	03/09/2013 00:00	2	03/19/13	e11eng
0001021	Retail	3000141	03/12/2013 12:19	2	03/13/13	e11eng

## FINTRAC Automated Submission.

During any given week or month, there may be a number of suspicious transactions highlighted by Surveillant. Depending on the financial institution's policy, these transactions can be submitted on a daily, weekly, or monthly basis. At this time it is common for most regulatory agencies to expect this type of reporting on a monthly basis. Portfolio Plus Surveillant automates this reporting to FINTRAC so all suspicious transactions can be reported at once.