

Negative News Review Solution

This solution, built on Aurachain's low-code platform, provides financial institutions with a complete solution for tracking and auditing activities related to negative news assessment, enabling them to streamline their risk management processes efficiently.

Problem overview

Financial institutions face significant risks posed by high-risk individuals and/or corporations, necessitating ongoing vigilance and strong risk management strategies. These risks may affect financial stability, adherence to regulations and the financial institution's reputation.

1. Risk of Financial Loss:

High-risk clients, whether individuals or corporations, may engage in activities such as money laundering, fraud, or embezzlement, posing a direct threat to the bank's financial stability. Failure to identify and mitigate these risks can result in substantial financial losses and regulatory penalties.

2. Regulatory Compliance:

Regulatory authorities impose strict requirements on banks to prevent illegal financial activities and ensure compliance with anti-money laundering (AML) and Know Your Customer (KYC) regulations. Failure to monitor and address negative news related to high-risk clients can lead to regulatory violations and severe penalties.

3. Reputational Damage:

Association with high-risk individuals or entities involved in illegal or unethical activities can damage the bank's reputation and erode customer trust. Negative publicity stemming from such associations can have long-lasting detrimental effects on the bank's brand and market perception.

Given these multifaceted risks, banks must adopt proactive measures to identify, assess, and mitigate potential threats posed by high-risk clients. A systematic process for managing negative news and evaluating associated risks is essential to enhance the bank's resilience and safeguard its interests in an increasingly complex financial landscape.

Key Features

The Negative News application provides financial institutions with a comprehensive solution for front-to-back traceability, accountability, and a thorough audit trail. It covers initial submission, risk assessment, specialist reviews, and escalations.

1. Negative News Submission:

Enables seamless submission of negative news in various formats, maintaining a detailed audit trail until resolution. News can be submitted during processes like onboarding or periodic reviews.

2. Automated Risk Calculation:

Automatically calculates risk levels upon submission, providing immediate insights for review teams. Teams can escalate risk assessments as necessary based on their professional evaluation.

3. Specialist Review and Escalation:

Allows for escalation to specialized experts for thorough assessments of specific risks such as tax, sustainability, or reputational issues. Each reviewer has access to all the client information and all actions taken in the preceding submission and assessments.

4. Integrated Client Profile Analysis:

Connects with the company's client data system for comprehensive client profile reviews, aiding accurate decision-making.

5. Efficient Workflow Management:

The application streamlines workflow management, ensuring that negative news is promptly reviewed and addressed.

6. Streamlined notification system:

Automated notifications and task assignments facilitate communication and collaboration among team members, ensuring timely resolution of issues.

7. Continuous Monitoring and Reporting:

Supports continuous monitoring of negative news cases, offering insights into risk exposure and mitigation efforts while promoting continuous improvement.

Highlighted Benefits:

- **Enhanced Response Time and Accuracy:**
Accelerates risk detection and improves accuracy, ensuring swift and precise risk management.
- **Reduced Risk of Costly Penalties:**
Strengthens compliance with AML and KYC regulations via automated checks, minimizing financial penalties.
- **Targeted and Effective Risk Mitigation Strategies:**
Utilizes integrated client data for focused risk assessment, enabling more effective mitigation plans.
- **Real-Time Monitoring and Analytics:**
Enables ongoing risk oversight and adaptability with real-time insights, enhancing strategic responses to emerging risks.

Why Aurachain Solutions

Designed to represent the newest generation of low code technologies, Aurachain is the right platform for accelerating and managing the automation of digital banking solutions. In that regard, our clients choose Aurachain to achieve the following:

Speed of application rollouts

With Aurachain, automation projects that once took 6 months to a year are now completed in weeks, or even days. This accelerates business agility, providing a distinct competitive advantage in winning customers' favor.

Changeability

Aurachain enables swift application changes within hours or minutes, eliminating lengthy change request queues. This ensures seamless alignment with the operational parameters of the organization, maintaining optimal functionality.

Built in functionalities

For managing high value operational processes within financial services, Aurachain offers out-of-the-box functionalities, such as real-time process monitoring to identify bottlenecks, on-the-fly case remediation, case-specific document repositories, and comprehensive end-to-end business and technical audits.

Governance

Aurachain ensures maximum IT and organizational governance in deploying and managing applications. Standard features include three environments with governed promotions and a highly granular permissions system, providing control at any level of system or application.

Scalability

Aurachain's architecture, designed with microservices, cloud design, and built-in containerization, seamlessly supports scalable usage loads. It allows effortless scaling from dozens to thousands of users and hundreds to hundreds of thousands of cases with a simple push of a button.

Speak to an expert

Connect with our experts now to explore how Aurachain's cutting-edge low-code technology can accelerate and optimize your automation journey!

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