The Challenge

Financial institutions are overwhelmed with the increasing volume of alerts generated by mandatory transaction monitoring systems and are unable to maximise their investigative resources. Industry estimates suggest at least 95% of the alerts are false positives. Identifying and reporting on truly suspicious activity is getting harder and putting a greater burden on investigation teams.

Financial institutions using outdated detection models that remain unchanged from their original creation and implementation may be leaving many suspicious transactions undetected. Constantly evolving threats require continuous scenario improvement.

The current high demand for skilled investigators and data scientists are causing financial institutions to look at greater return on their existing technology investments to include analytics, automation, and operational efficiencies.

Regulatory authorities are increasingly leaning on FIs to not only justify the rationale behind AML model changes, but also to validate the efficacy of existing models and the assumptions on which those models were built as part of a wider model risk governance programme.

Our Approach

The NetReveal® AML Optimisation solution provides a structured, user-friendly methodology to ensure the sustained effectiveness and competence of your AML transaction monitoring and detection programme – helping financial institutions enrich ongoing compliance, increase the number of productive alerts, and minimise false positive alerts.

Our Capabilities

NetReveal AML Optimisation is a self-service solution that provides financial institutions with:

- **Profile store manager for AML Optimisation big data** – allows compliance analysts to define, build, and deploy profiles directly within the solution to improve and speed up decisions. Easily simulate true positive and false positive rate changes in production scenarios.

- **Machine learning algorithms** – can be scheduled to review detection results of rule-based monitoring systems and propose the optimal parameters that make up those rules. This significantly reduces false positives, improves efficiency, and lowers operation costs.

- **Model management and audit logging** – optimises model governance so analysts can demonstrate to auditors and management their rationale and justification behind decisions made for scenario model changes.

- **User-friendly interface** – a packaged, easy to use solution, that’s designed specifically for analysts – not data scientists or engineers. Parameters can be tuned, analysed and tested visually for quick interpretation and remediation.
### Additional Capabilities

<table>
<thead>
<tr>
<th>Feature</th>
<th>Benefit</th>
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<tbody>
<tr>
<td>Simplified Data Synchronisation</td>
<td>Easily import production data into the AML Optimisation environment without IT or vendor support.</td>
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<tr>
<td>Simulation Comparison</td>
<td>Quickly compare simulation results against existing production environment, another simulation, or both using intuitive dashboards with a breakdown of daily false positives and new alerts as well as customer segment and volumes per scenario.</td>
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<tr>
<td>Alert Trend Analysis</td>
<td>Evaluate the effectiveness of existing production models and underlying scenarios against investigation outcomes to rapidly uncover coverage gaps, inefficiencies, and areas in need of tuning. Analysts can select scenarios in a specified timeframe to understand true positives vs. false positives and determine if the thresholds should be increased.</td>
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<tr>
<td>AML Optimisation for Big Data</td>
<td>Built to handle growing data volumes and crime complexity, provides a significant decrease in batch processing times against transactional data, offers the flexibility to choose an underlying database, and supports data lake storage.</td>
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### How it Works

AML Optimisation ensures efficient and effective anti-money laundering detection and model lifecycle management.
NetReveal Editions

NetReveal solutions are available in three feature levels, called Editions, that meet the unique requirements of global financial institutions. Licences are sold with support and maintenance and are available from 3-10 year terms.

**Foundation Edition** – recommended for financial institutions who are at the beginning of their compliance journey. As compliance maturity grows, organisations can easily take on more advanced features in accordance with their needs by upgrading to the Enhanced or Advanced Editions.

**Enhanced Edition** – best suited for financial institutions who have a more established compliance programme and are looking to enhance existing technology investments before budgeting for new value-add solutions.

**Advanced Edition** – tailored for financial institutions who are ready to excel in their compliance measures by using the most advanced analytics technologies such as our Artificial Intelligence capabilities to harness and eliminate as many false positive alerts as possible.

Why BAE Systems?

- **For over 20 years** BAE Systems has been providing NetReveal Compliance and Fraud solutions to more than 50% of the Top 40 Tier 1 global financial institutions.

- **Our data science practitioners** and subject matter experts boast years of deep domain and financial services experience.

- **Our solutions provide a breadth of functionality**: holistic single platform, white box detection, along with efficient and intuitive user interfaces.

Why the NetReveal Platform?

NetReveal utilises robotic process automation (RPA) and other innovations that improve operational efficiency and transform the effectiveness of investigators and analysts. Features include:

- A single centralised 360-degree customer view, covering all pillars of compliance, consolidating customer associated information (e.g. KYC) with a fully audited trail of historical alert and case investigations. This central investigation source has improved efficiency by 30-40%, fostering intelligence-led alert and case disposition decisions.

- Advanced analytics with artificial intelligence and machine learning which operate in conjunction with existing detection logic to detect new criminal approaches and trends in AML and Fraud.

- Real-time and batch connectivity to minimise potential risk to your organization.

- Profiling based on specific entity (e.g. account, customer, transaction), flexible segmentation and peer group, behavioral, and risk analysis.

- Componentised (or de-coupled) technology stack increases deployment flexibility and makes future upgrades easier.

- Auditability on decisions and actions that can be easily reviewed by line of business leads through to external auditors.
Detect and prevent money laundering and fraud with the NetReveal Enterprise Investigation Management platform.

**NetReveal EIM** is a single consolidated alert and case management solution for Compliance and Fraud operations:

- Domain specific standard screens and investigative workflows
- Flexible user access and control
- Graphical entity analysis and transaction filter technology
- Operational reporting with automated email scheduling
- External alert ingestion

**NetReveal for AML Compliance**

NetReveal combines the best of advanced analytics, technology advancements and human expertise to help reduce the cost, time and effort of addressing anti-money laundering (AML) and compliance obligations.

NetReveal AML Compliance solutions include:

- AML Transaction Monitoring (Retail/Correspondent Banking)
- AML Optimisation
- Managed Analytics Service for AML Compliance
- Real-time Risk Assessment Customer/Connected Party
- Real-time On-going Due Diligence Customer/Connected Party
- Transaction Filtering
- Sanctions and PEP Screening

**NetReveal for Fraud**

Fraud is growing at a rapid pace. New regulations, channels and demand for seamless customer experiences present a unique challenge for institutions. NetReveal Fraud solutions protect financial institutions from loss of monetary and information assets:

- Insurance Fraud
- Application Fraud and Account Monitoring
- Payments Fraud
- Tax & Benefits Fraud

**Cyber Security Services**

We provide an extensive range of professional services for cyber security and analytics:

- Cyber Security Advisory
- Incident Response
- Cyber Technical Services
- *Plus many more*

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