

BENEFITS

The benefits of a RegTech solution are likely to have a much wider scope than you might think. Solutions that you initially seek out to solve compliance and regulation problems may also yield advantages in other business areas. Sales, marketing and distribution teams, for example, can often make use of RegTech to drive efficiencies in back-office systems, streamline the customer journey and derive greater insights from the customer experience. Therefore, ensuring that representatives from risk, operations, sales and marketing are also involved in the process helps ensure that the chosen solution delivers significant benefits across the whole company.

EFFICIENCY & TIME SAVING

The efficiency gains that come from a continuous monitoring of legislative developments are essential and RegTech can assist firms in achieving them. With these solutions, the amount of time needed to research and retrieve pertinent data, as well as the time required to complete compliance checks, is drastically reduced. The burden of responding to regulatory changes and making operational amendments to processes is similarly lifted.

OPERATIONAL RISK REDUCTION

RegTech solutions help in decreasing the volume of repetitive and mundane tasks for staff and can therefore reduce the risk of error. The regulatory landscape is quickly changing as new directives continue to be published at high speed. Human error is, unfortunately, unavoidable but, with the adoption of RegTech solutions, firms can reduce their exposure.

OPTIMISATION OF DATA

Thanks to regulatory technology, data optimisation can be managed organically within a company, thereby providing a more thorough understanding of its activities. Automating and standardising procedures creates a more transparent environment. With the implementation of RegTech, combined with Artificial Intelligence and Natural Language

MIND THE COMPLIANCE GAP

RegTech is now stepping out of FinTech's

shadow to become an industry in its own right

With the continuous increase of global regulations, both in volume and complexity, financial institutions are seeking to adopt Regulation Technology (RegTech) to meet their compliance requirements. Regulation and compliance are considered complex and ever-evolving matters, with RegTech increasingly seen as the bridge between firms and regulatory requirements, enabling a business to fulfil its regulatory obligations with more efficiency and therefore focus on its core offering. The increased efficiency that is created by implementing RegTech solutions is the next most commonly cited benefit, which improves the company's position by allowing it to stay competitive. In the future, we expect to see other areas of financial services starting to play a bigger role, as RegTech is rapidly being applied in more sectors than the usual retail and compliance space.

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Processing to intelligently automate processes, already established digital infrastructures can also be made more adaptable, flexible and efficient.

REGTECH ADDS VALUE

Finding a RegTech solution that is able to address your key issues, while providing additional cross-departmental value, will free up significant time and resources, ultimately delivering a higher return on investment.

History and burdensome legacy systems have taught us that technology needs to adapt to changing regulation, technological advances and your evolving business needs.

The time is now for financial firms to explore the capabilities of AI-powered and purpose-built automated compliance and risk management systems. New RegTech solutions allow banks and financial institutions to analyse huge volumes of data from numerous sources at exceptionally high speeds, automatically flagging up security risks or breaches of law. Combining data with the knowledge and expertise of compliance officers, machine-learning RegTech solutions quickly and accurately detect complex cases of money laundering and terrorist financing. RegTech systems slash the time required to carry out complex analysis and checks, resulting in huge productivity and efficiency gains, while improving accuracy, data quality and cutting costs; they constitute a much-needed solution to scale and adapt to modern threats and regulatory landscapes.

The companies that develop and commercialize RegTech solutions will continue to mature their products by incorporating lessons learnt from the past year, making their products more efficient and user-friendly. There will be a greater level of collaboration between next generation technology providers and incumbent financial service institutions, supporting an environment of enhanced innovation, which will lead to even greater growth rates within the next few years. 