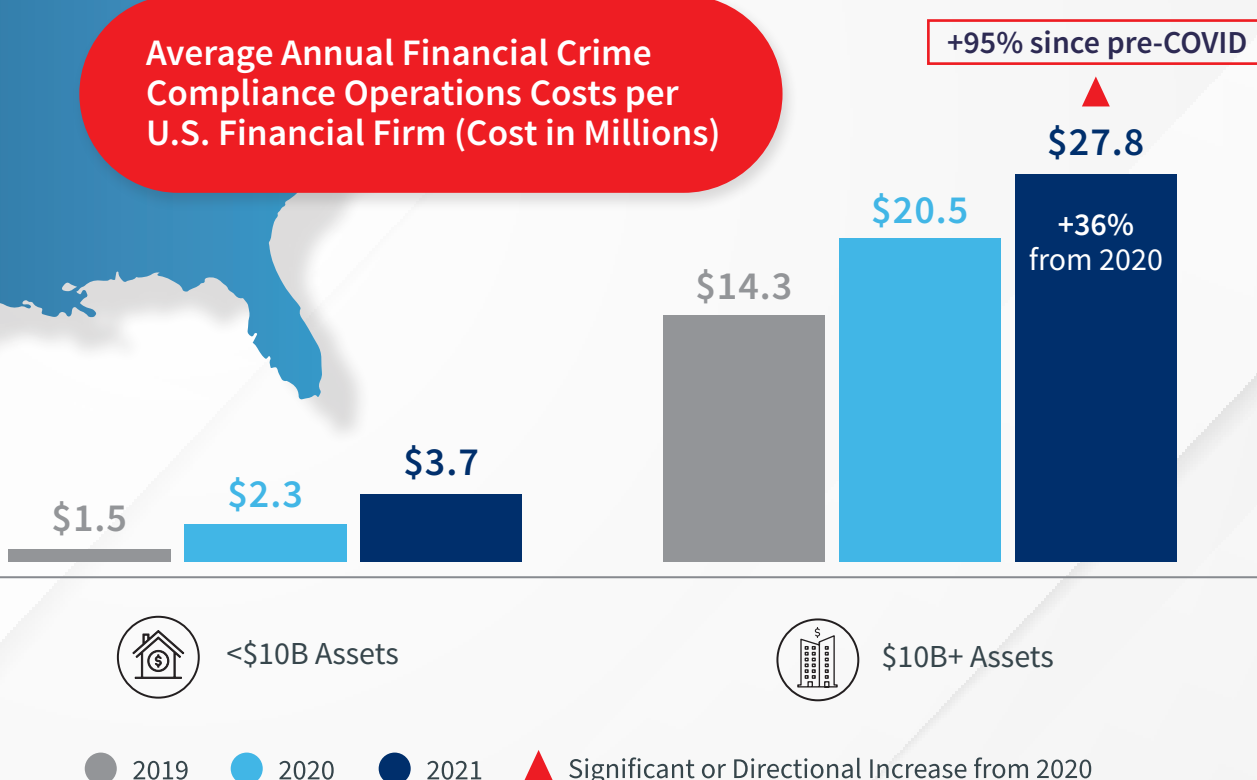


# NEW STUDY FINDS FINANCIAL CRIME COMPLIANCE COSTS TOTAL ALMOST \$50 BILLION, UP 95% SINCE PRE-COVID

Survey of United States and Canadian financial institutions uncovers insights into the key drivers impacting financial crime compliance operations

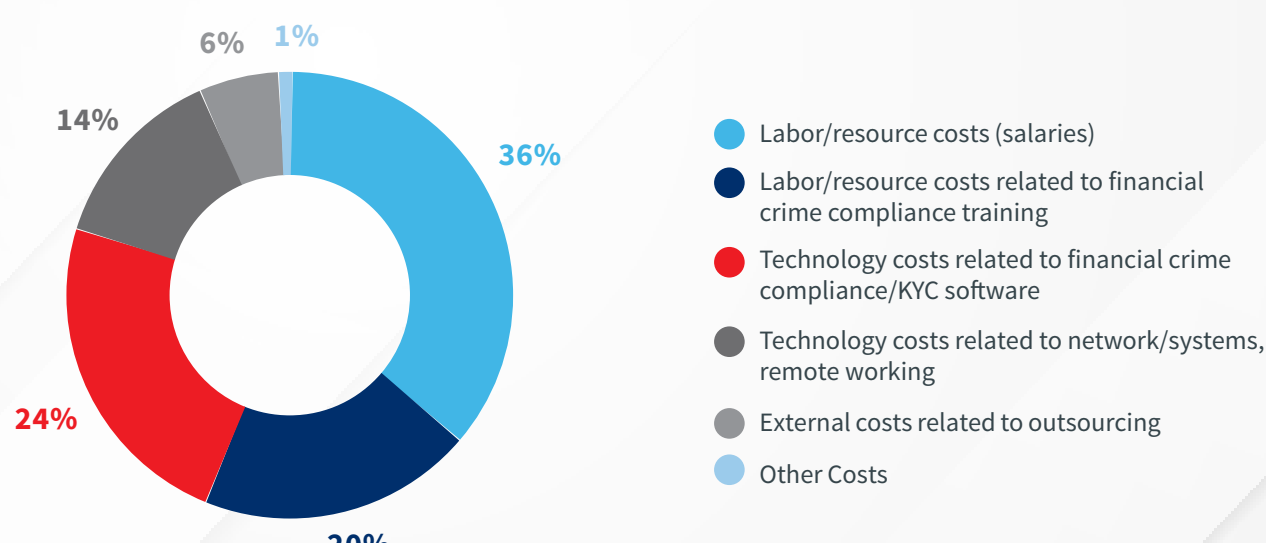
## Average Annual Financial Crime Compliance Operations Costs per U.S. Financial Firm (Cost in Millions)



## COVID IMPACT

- Alert volumes and manual workloads increased, due diligence is taking longer
- Complications from remote working impact productivity and new account onboarding
- Salaries, training and remote working account for the largest share of expense

## Distribution of Compliance Cost in U.S.



## OPERATIONAL ISSUES

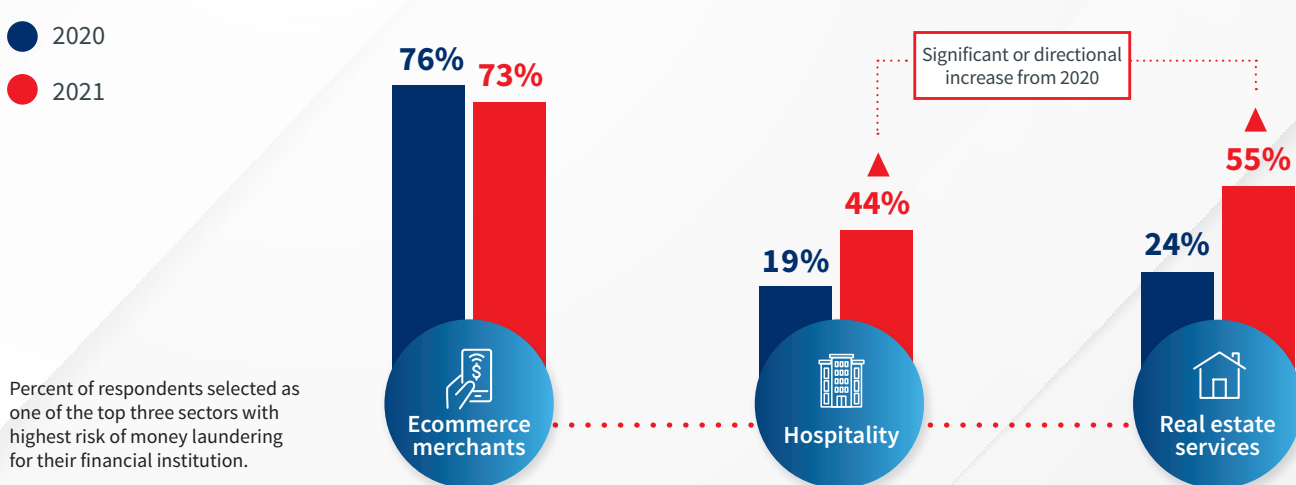
### Effective risk profiling and lack of robust data top the list in U.S.



## TOP RISK AREAS

### Ecommerce, real estate and hospitality among the highest risk sectors for money laundering in U.S.

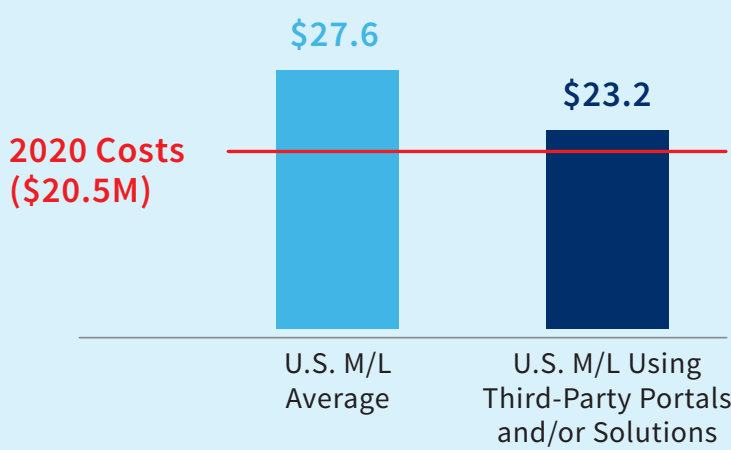
- High exposure / high impact: crime involving digital payments, trade based money laundering and money mule schemes are on the rise and have the greatest impact on compliance costs
- Regulations focused on digital transactions add pressure to compliance teams and contribute to growing compliance costs



## Third-Party Solutions Help Mitigate Impact on Compliance Operations

- More effective risk profiling
- Better able to identify UBOs
- Fewer issues with manual compliance workload
- Improved productivity

### Average Annual Compliance Costs in 2021 for U.S. Mid/Large Firms (Costs in Millions)



Meet the demands of the digital era and reduce complex threats with a multi-layered financial crime compliance strategy

Connect with our experts to see how focused technology and dynamic risk intelligence can future-proof your compliance strategy. For more information, please call 800.658.5638 or visit [risk.lexisnexis.com/TCOFCC](https://risk.lexisnexis.com/TCOFCC)