At many financial institutions, business professionals are beginning to question the sustainability of the resource-intensive approach to managing compliance, and risk practitioners are beginning to consider the shift towards a performance-oriented approach. A recent survey of risk professionals in global banking rated the risk of compliance, technology and risk as the top concern. As a response, regulatory compliance costs have risen dramatically. In 2017, 80% of surveyed financial services organizations invested over 5% of their annual revenue on compliance. By 2023, this is expected to increase to 11%. As a result, nearly half of surveyed risk executives cite increased regulatory expectations as the greatest compliance challenge.

There's no putting the genie back in the bottle: the challenge of maintaining regulatory compliance will continue to grow. As a response, regulatory technology (RegTech) offers digital innovations: AI-driven business intelligence, data capture, automation and analytics to develop a holistic and effective compliance program based on preventive controls. It takes up to the closest scrutiny.

By 2023, 23% of surveyed risk executives say they plan to automate regulatory reporting. One out of three Chief Risk Officers has plans to automate regulatory reporting as a part of their compliance function. 60% of respondents said, the application of compliance solutions is helping them increase in risk analysis, operational risk management, internal audit, regulatory reporting, and account verification. Most of survey respondents are prohibited. All marks referenced herein with the ® or TM symbol are registered trademarks or trademarks of their respective owners.

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