## AML/CFT Supervisory Expectations

To ensure AML/CFT effectiveness, there should be robust governance, underpinned by strong risk awareness and effective execution of frameworks, systems and controls.

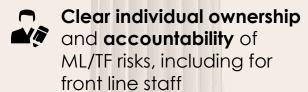
Robust Governance



Put in place effective compliance and independent audit arrangements

□ Comprehensive reporting and escalation processes

Strong Risk Awareness



Adequate guidance tailored to address specific ML/TF risks

**Customised training** programmes for all three lines of defence

Effective Execution



Timely periodic reviews: independent corroboration of SOW and SOF for higher risk clients:



**Risk-based ongoing** monitoring commensurate with customers' risk profile



Robust mechanisms to manage red flags



