



AML/CFT 2021 Initiatives – *A Snapshot & Wayforward*

9 December 2021

National & Labuan Risk Assessments ...Complementary Analyses

Reflects main assessment components based on periodical data up to 2019

NATIONAL RISK ASSESSMENT

Threats Risk Assessment

- I. Domestic Threat (ML)
- II. Foreign Threat (ML)
- III. Terrorist Financing Threat

Sectoral Risk Assessment

- I. Financial Sector
- II. Non-Financial Sector

Interconnection between threat and sectoral vulnerabilities

Sectoral Risk Assessment

- (1) Part of Malaysia's 3 year cycle National Risk Assessment
- (2) Parameters include:
 - (a) Business features
 - (b) ML/TF threats
 - (c) Business mitigants
 - (d) Regulatory measures
- (3) Net risk ratings of all Labuan sectors relative to onshore

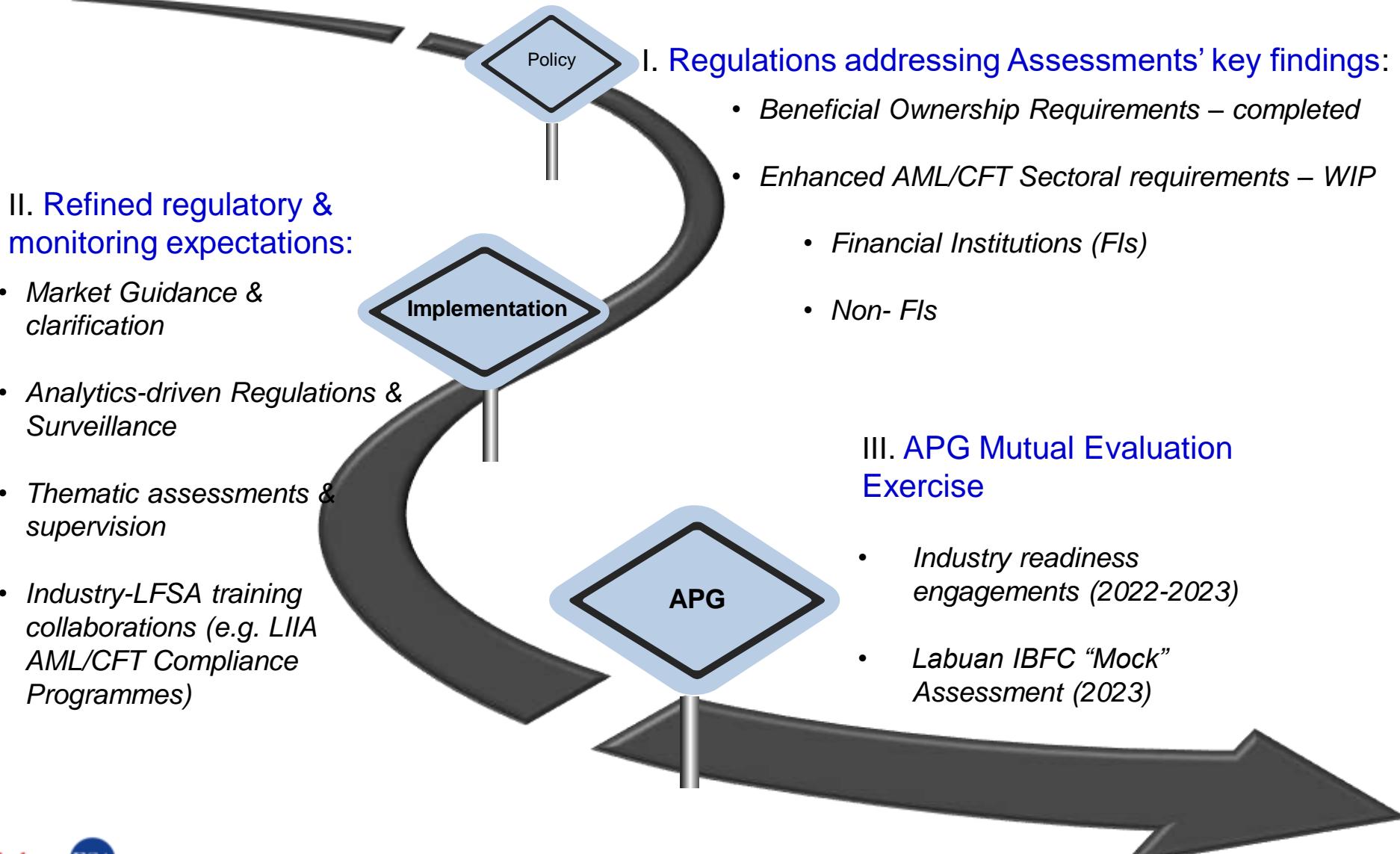
Labuan Risk Assessment

- I. Inherent Risk (Vulnerability & Threat)
- II. Control Measures
- III. Residual Risk
- IV. Degree of Regulatory & Supervisory Policy Measures

Labuan Risk Assessment

- (1) Degree of ML/TF risks & effectiveness of control measures
- (2) Methodology for inherent risks:
 - (a) Spike analysis
 - (b) Trend analysis
 - (c) Comparative analysis
- (3) Risk trends on granular Labuan sub-sectors

Assessments' Outcome What's Next?



Engagement Session ...An Overview



- 1 To communicate the AML/CFT risk assessments results
- 2 To impart the regulatory & supervisory expectations on AML/CFT compliance towards the RIIs
- 3 To share on some forward planning pointers

THANK YOU

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