

**INTERNAL AUDIT SEMINAR ON
FINANCIAL CRIME COMPLIANCE**
Monday, June 10, 2019

Offices of
Milbank
*55 Hudson Yards
New York City*

8:30 - 8:55 a.m.

Registration and Continental Breakfast

8:55 a.m.

Welcome and Introductory Remarks

Briget Polichene

Chief Executive Officer
Institute of International Bankers

9:00 – 10:30 a.m.

Regulatory Expectations and Evolving Best Practices For Internal Audit

Panelists will discuss trends and common issues/findings from regulators, including: i) the impact on internal audit expectations due to the interactions among different regulators with respect to financial crime risk; ii) internal audit best practices to drive the internal audit plan (e.g. internal audit independent AML/sanctions risk assessment, culture of compliance metrics, heightened scrutiny of areas with unremediated known regulatory issues, coverage and coordination between 3rd line and 2nd line testing teams for reviews, etc.); iii) financial crime compliance focus areas to consider for the internal audit plan (e.g. transaction monitoring/sanctions systems reviews); and iv) 2019 regulatory focus areas in terms of audit methodology.

Erika Peters
(moderator)

Associate Managing Director
Exiger LLC

Lukas Babiak

Bank Examiner, BSA/AML Team Leader
Office of the Comptroller of the Currency

James Cavoli

Partner
Milbank LLP

A representative of the Federal Reserve Bank of New York has also been invited to participate

10:30 – 10:45 a.m. Coffee Break

10:45 – 12:15 p.m. Risk-Based Audit Process and the Benefits of Data Analytics

Panelists will discuss the use of data analytics and testing techniques to strengthen the risk-based audit process and financial crime compliance reviews. Topics for discussion will include: i) increasing regulatory expectations that technical controls and model validation exercises be subject to a meaningful audit; ii) using targeted data analytics techniques to identify and test critical controls; iii) internal audit approaches to assessing model validations; and iv) best practices for testing a transaction monitoring system or sanctions screening/filtering system.

Kurt Drozd
(moderator)

Associate Managing Director
Exiger LLC

Robert Ottey

Chief U.S. Auditor
Standard Chartered Bank

Susan Panzer

Director of Internal Audit
Commerzbank

12:15 p.m.

Adjournment