

# Compliance Risk Assessment

## *A Strategic Review of Compliance Risk*

To address internal and external pressures on firms' Compliance functions, heads of the department will need to step back and re-assess, not only their priorities for 2018, but the longer term demands on their scarce resources.

Practically, departments should review their activities in light of their strategic goals to understand how they can achieve them in a more efficient and effective manner.

The first step in this process is to reassess and fully understand the firm's compliance risks.

Undertaking a full compliance risk assessment across the business will enable the Compliance function to better understand where the risks are, but also quantify the exposure to those risks and set an effective and efficient compliance plan.

*“The absence of strategic goals raises questions about what the planned activity is in service of, other than regulatory adherence.”*

FCA Report November 2017  
*“The compliance function in wholesale banks”*

## *Our approach*

We seek to assist firms in understanding their compliance risks and to evaluate the effectiveness of existing mitigation, identifying potential gaps in the firms control framework and providing recommendations for improvement or enhancements.

### AIMS AND OBJECTIVES

- Identify applicable FCA and PRA regulation
- Identify mitigation in place including policies, procedures, controls and training and evaluate its completeness

Provide practical recommendations to promote efficient regulatory compliance

### BENEFITS

- Enable firms to understand their inherent and residual compliance risks
- Allow firms to re-prioritise existing resource on a risk-based basis
- Enable firms to complete a review of their data arrangements with a view to best practice GDPR compliance

working in  
partnership with

**D** DANOS  
ASSOCIATES

A leading global recruitment specialist  
in Compliance, Risk and Legal  
danosassociates.com

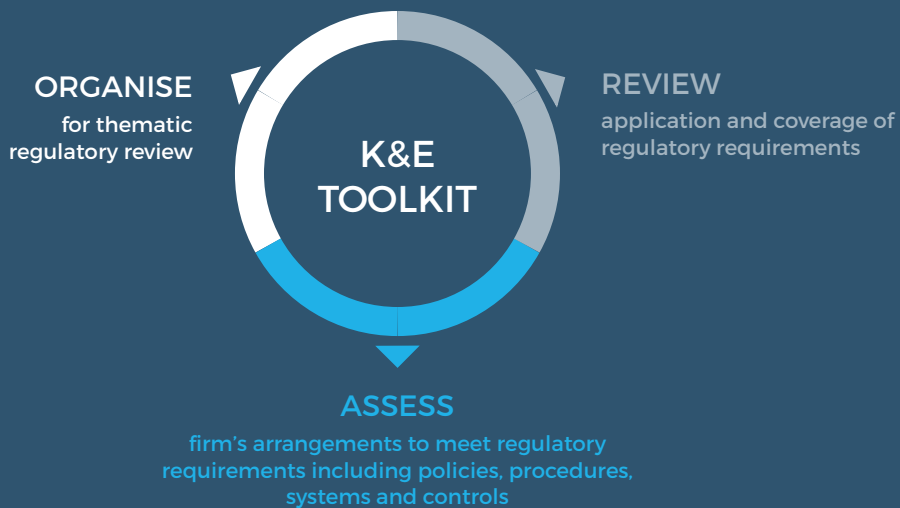
STEP 1

Understanding your compliance risks and existing mitigation



STEP 2

Evaluating the completeness and effectiveness of mitigation



STEP 3

Designing and implementing a proportionate and efficient response

