

RISKCHECK

December 2020

LATEST NEWS ON OPERATIONAL RISK

explore@benchmatrix.com | www.benchmatrix.com



SUMMARY OF NEWS

1. UK Banks Nix \$1.3B In Fraudulent 'Bounce-Back' Loans
2. Former SA bank exec arrested for alleged \$13M fraud
3. Wells Fargo ex-CEO settles SEC claims, former consumer-unit head faces fraud case
4. Brazilian Bank Slapped With Record Money Laundering Fine in Paraguay
5. Westpac annual profit hit by money laundering fine and recession
6. Belgium's biggest banks propose system to share suspected money laundering information
7. Boylesports fined £2.8m over money-laundering risk assessment
8. Feds: Drug-money scheme funneled \$10M through Arizona bank
9. Bangladesh: Premier Bank official accused of using client accounts for embezzlement
10. 22 Hongkongers arrested in crackdown on city's first fintech bookmaking and money-laundering racket
11. Ex-goldman banker says warned bosses on jho low and more asia real estate headlines
12. Croatia's ZABA gets 33 mln kuna (4.4 mln euro) fine for failure to implement money laundering rules
13. New suspects in £16m money laundering operation at Belfast bank
14. Bahraini Court Fines Central Bank of Iran in Money Laundering Case
15. ING subsidiary Payvision accused of pushing €131.2m in fraudulent payments
16. JPMorgan Chase pays \$250 million penalty over weak controls in its wealth management division
17. Central Bank of India fined over noncompliance
18. RBI Imposes Penalty On 2 Cooperative Banks
19. CISA Warns of Password Leak on Vulnerable Fortinet VPNs
20. FTC files lawsuit against distributor of mobile banking application for alleged false misrepresentations concerning access to funds and interest rates
21. RBI fines Nissan Renault Financial Services India Rs 5 lakh for non-compliance
22. Former UBS rep fined for disclosing personal data of 100 customers
23. EU Law Enforcement Prevents \$47.5 Million in Payment Fraud
24. Romania: ANSPDCP fines Vodafone Romania €4,000 for failure to respond to access and deletion requests
25. France: CNIL imposes €800,000 fine on Carrefour Banque for GDPR and electronic communications code breaches
26. China's Banks Remain Vulnerable to Stress in Wake of Pandemic
27. Swiss regulator censures Bank Syz over money laundering
28. Malta firm Credence involved in #MaltaFiles investigation fined €261,000 for AML non-compliance
29. CIMA fines Bank Cainvest \$100,000
30. Regulator fines Regional Investment Bank for "irregularities"
31. Danske Bank Fined US\$1.4M for Misleading Customers

OPERATIONAL RISK NEWS

UK Banks Nix \$1.3B In Fraudulent 'Bounce-Back' Loans

NOV 5th, 2020 -

The United Kingdom's version of the Paycheck Protection Program is also getting hit up by fraudsters, though,..... [Read full story](#)

Former SA bank exec arrested for alleged \$13M fraud

NOV 11th, 2020 - Wayne Schroeder once headed a Bank of San Antonio subsidiary. He now stands accused by federal prosecutors of,..... [Read full story](#)

Wells Fargo ex-CEO settles SEC claims, former consumer-unit head faces fraud case

NOV 16th, 2020 - Former Wells Fargo & Co. chief executive John Stumpf agreed Friday to pay \$2.5 million to settle civil claims over his role in the bank's fake,..... [Read full story](#)

Brazilian Bank Slapped With Record Money Laundering Fine in Paraguay

NOV 9th, 2020 - Paraguayan authorities have announced historic sanctions against a major Brazilian bank in the latest case of ,..... [Read full story](#)

Westpac annual profit hit by money laundering fine and recession

NOV 2nd, 2020 - Westpac's annual profit has slumped by two-thirds after it was fined \$1.3 billion for 23 million breaches of money laundering laws. The big bank says ..,..... [Read full story](#)

Belgium's biggest banks propose system to share suspected money laundering information

NOV 18th, 2020 - Under fire for anti-money laundering failures, a group of Belgium's biggest banks proposed the creation of a platform to exchange information about,.... [Read full story](#)

Boylesports fined £2.8m over money-laundering risk assessment

NOV 12th, 2020 - Irish bookmaker Boylesports must pay a £2.8 million sterling (€3.14m) fine and abide by tougher conditions added to its licence, following an investigation by, [Read full story](#)

Feds: Drug-money scheme funneled \$10M through Arizona bank

NOV 16th, 2020 - A money laundering scheme funneled more than \$10 million in drug proceeds through a bank in Arizona, federal prosecutors say, [Read full story](#)

Bangladesh: Premier Bank official accused of using client accounts for embezzlement

NOV 3rd, 2020 - Nasir Uddin, a businessman who uses an account in Premier Bank's Rokeya Sarani branch in Dhaka's Shewrapara for,.... [Read full story](#)

22 Hongkongers arrested in crackdown on city's first fintech bookmaking and money-laundering racket

NOV 10th, 2020 - Hong Kong police have arrested 22 locals in a crackdown on what they believed was the city's first bookmaking and,..... [Read full story](#)

Ex-goldman banker says warned bosses on jho low and more asia real estate headlines

NOV 24th, 2020 - In this edition of Mingtiandi's regional roundup, a former Goldman Sachs banker says he warned against doing business with,.... [Read full story](#)

Croatia's ZABA gets 33 mln kuna (4.4 mln euro) fine for failure to implement money laundering rules

NOV 3rd, 2020 - ZAGREB (Croatia), November 3 (SeeNews) - Croatia's finance ministry imposed a 33 million kuna (\$5.1 million/4.4 million euro) fine on the,..... [Read full story](#)

OPERATIONAL RISK NEWS

New suspects in £16m money laundering operation at Belfast bank

NOV 3rd, 2020 -

Two further suspects have been identified in an alleged £16m money laundering operation centred at a bank in Belfast, a court has,.....

[Read full story](#)

Bahraini Court Fines Central Bank of Iran in Money Laundering Case

NOV 6th, 2020 - The Bahraini High Criminal Court has sentenced three Iran-owned Future Bank officials charged with financial crimes and money laundering to,.....

[Read full story](#)

ING subsidiary Payvision accused of pushing €131.2m in fraudulent payments

NOV 12th, 2020 - ING subsidiary Payvision, a payments processing firm, is accused of facilitating fraudulent transactions worth €131.2 million,.....

[Read full story](#)

JPMorgan Chase pays \$250 million penalty over weak controls in its wealth management division

NOV 24th, 2020 - JPMorgan Chase agreed Tuesday to pay a \$250 million fine after one of its U.S. regulators found a "pattern of misconduct" in,.....

[Read full story](#)

Central Bank of India fined over noncompliance

NOV 10th, 2020 - The

Reserve Bank of India imposed a fine worth 5 million Indian rupees on Central Bank of India over noncompliance with the

..... [Read full story](#)

RBI Imposes Penalty On 2 Cooperative Banks

NOV 4th, 2020 - The RBI on

Wednesday said it has imposed penalty totalling Rs 15 lakh on two cooperative banks, including,....

[Read full story](#)

CISA Warns of Password Leak on Vulnerable Fortinet VPNs

NOV 28th, 2020 - The U.S.

Cybersecurity and Infrastructure Security Agency is warning about a password leak that could affect vulnerable Fortinet VPNs, which,

[Read full story](#)

FTC files lawsuit against distributor of mobile banking application for alleged false misrepresentations concerning access to funds and interest rates

NOV 24th, 2020 - In a

complaint filed in the U.S. District Court for the Northern District of California, the FTC alleges

that a,

[Read full story](#)

RBI fines Nissan Renault Financial Services India Rs 5 lakh for non-compliance

NOV 18th, 2020 - RBI said

the penalty has been imposed for non-compliance with its directions contained in Non-Banking Financial Company - Systemically,....

[Read full story](#)

Former UBS rep fined for disclosing personal data of 100 customers

NOV 28th, 2020 - The

United States Financial Industry Regulatory Authority (FINRA) on Friday announced the imposition of a fine and a short-term

suspension on,

[Read full story](#)

EU Law Enforcement Prevents \$47.5 Million in Payment Fraud

NOV 27th, 2020 - An

operation led by law enforcement agencies in Italy and Hungary and supported by,....

[Read full story](#)

Romania: ANSPDCP fines Vodafone Romania €4,000 for failure to respond to access and deletion requests

NOV 23th, 2020 - The

National Supervisory Authority for Personal Data Processing ('ANSPDCP') announced, on 23 November 2020, its decision to fine,....

[Read full story](#)

OPERATIONAL RISK NEWS

France: CNIL imposes €800,000 fine on Carrefour Banque for GDPR and electronic communications code breaches

NOV 26th, 2020 - The French data protection authority ('CNIL') announced, on 26 November 2020, that it had issued, on 18 November 2020, Deliberation No. SAN-2020-009 fining,..... [Read full story](#)

China's Banks Remain Vulnerable to Stress in Wake of Pandemic

NOV 19th, 2020 - Fitch Ratings-Shanghai/Hong Kong-19 November 2020: Capital positions across many of the Chinese banking sector's small and,..... [Read full story](#)

Swiss regulator censures Bank Syz over money laundering

NOV 25th, 2020 - The Swiss financial market regulator FINMA has reprimanded Bank Syz for breaching money laundering rules involving a,..... [Read full story](#)

Malta firm Credence involved in #MaltaFiles investigation fined €261,000 for AML non-compliance

NOV 25th, 2020 - Maltese corporate services firm Credence has been fined €261,000 by the country's top regulatory authority for,..... [Read full story](#)

CIMA fines Bank Cainvest \$100,000

NOV 12th, 2020 - The Cayman Islands Monetary Authority has fined Cainvest Bank and Trust Limited \$100,000 for failings in the bank's anti-money laundering practices,..... [Read full story](#)

Regulator fines Regional Investment Bank for "irregularities"

NOV 8th, 2020 - Latvia's financial regulator, the Financial and Capital Market Commission (FKTK) said November 6 it had decided on November 3 to impose a fine of,.... [Read full story](#)

Danske Bank Fined US\$1.4M for Misleading Customers

NOV 4th, 2020 - The Danish State Prosecutor for Serious Economic and International Crime (SØIK) has fined Danske Bank nine million Danish kroner (US\$1.4 million) for, [Read full story](#)

ABOUT BENCHMARKATRIX

BenchMatrix Private Limited is a Management Consultancy and Financial Solutions firm specialized in providing innovative, practical, and comprehensive solutions to its valuable clients. BenchMatrix is strengthened by renowned senior executives of the industry who have international working experience with global brands. We believe in understanding the complex needs of clients and delivering them tailor made solutions for their organizations.

RISKCHECK

RiskCheck Operational Risk newsletter is published monthly. It keeps you abreast with the latest news, events and external risk exposures which could potentially impact your organization. Both national as well as international potentially high risk events are covered in this newsletter.

[Click here](#) to subscribe

For more information, please contact:

Tel: (+92 21) 3562-0945

Email: explore@benchmatrix.com

Sources: Reuters, New York Times, The International News, BBC, Dawn News, Business Recorder, Tribune, The Nation, American Banker, Belleville News-Democrat, Bank for International Settlements, Harvard Business Review, Federal Reserve, Telegraph, Norman Transcript, Indian Express, Buffalo News, US news, Ottawa Citizen, LA Times, Chicago Tribune and ABC.

CONTACT US

Head Office, Bahrain

Office 61, Building 3358,
Road 2845, Seef 428,
Kingdom of Bahrain
waqas.alam@benchmatrix.com
+973 3513 9689

Pakistan Office

3rd Floor, Lakson Square Building No.3,
Sarwar Shaheed Road,
Karachi, Pakistan.
taimur.kaleem@benchmatrix.com
+92 332 5432689

Canada Office

53 Village Center Place,
Mississauga, ON, Canada
noman.Zahid@benchmatrix.ca
+1 (647) 546-1985

UAE Office

Business Centre, Building C,
3rd Floor, Dubai Logistics City,
United Arab Emirates
asad.ali@benchmatrix.com
+971 50 8508325

Kingdom of Saudia Arabia Office

Abdulaziz Alkhurajiy, Alzahra District,
Jeddah
sultan.malki@benchmatrix.com
+966 55 031 3461

Kuwait Rep Office

nadeem.mukaddam@benchmatrix.com
+965 9406 7607

Liability clause: All the information in this newsletter is published in good faith and for general information purpose only. We do not make any warranties about the completeness, reliability and accuracy of this information. Any action you take upon the information in our newsletter is strictly at your own risk and we will not be liable for any losses and damages in connection with the use of our newsletter.