

Press release

Zurich, 15 April 2020

Avaloq and ACTICO expand strategic partnership to prevent financial crime

New connection between Avaloq Software and ACTICO Compliance Suite offers innovative and automated compliance solution for banks and financial services providers, based on machine learning.

Avaloq, a global leader in innovative software solutions for banks and wealth managers, is expanding its existing partnership with ACTICO, a leading international provider of software for intelligent automation and digital decisioning. The two companies are integrating the ACTICO Compliance Suite into Avaloq's software solutions for banks and wealth managers, making it easy for Avaloq's clients to use the new compliance offering as a standardized solution to prevent financial crime.

The ACTICO Compliance Suite is an innovative application that uses machine learning methods and offers the following automated compliance functionalities for banks and financial services providers:

- Detection and prevention of money laundering and terrorist financing (AML)
- Customer due diligence and know your customer (KYC)
- Identification of persons of risk and politically exposed persons (PEP)
- Sanction and embargo monitoring
- Monitoring and documentation of employee transactions
- Prevention of insider trading and market abuse
- Detection and prevention of fraud and other criminal acts

This involves checking people, payments and securities orders against established compliance rules, which the Compliance Suite then uses to automatically decide whether a compliance risk exists for new or existing customers. The graphical modeling means that the rules are always comprehensible and transparent and can be supplemented or changed at any time in an audit-proof manner.

New money laundering laws, such as the 5th EU Money Laundering Directive, CDB 20 and the FINMA Money Laundering Ordinance (MLO-FINMA), have already come into force this year. A further amendment to the Money Laundering Act has also been announced for 2021. Flexibility and the ability to adapt compliance rules quickly are top priorities for banks and financial services providers if they are to be able to implement the new regulations on time.

Martin Greweldinger, Avaloq Group Chief Product Officer, said: "The expansion of our partnership with ACTICO illustrates the importance Avaloq attaches to the basic principle of an open platform architecture. It enables us to quickly add innovative external solutions to our own comprehensive range of products and services in order to provide our banking clients with the best possible offering at all times. The new connection to the ACTICO Compliance Suite now gives our clients additional flexibility, transparency and auditability to address the regulatory challenges associated with financial crime."



simplicity for a new era



Smarter Decisions

Thomas Knöpfler, General Manager and Chief Sales Officer at ACTICO, said: "This strategic partnership enables Avaloq's clients to implement their compliance requirements securely and efficiently. The ACTICO Compliance Suite increasingly relies on machine learning methods to improve accuracy and reduce workload. As the level of regulation continues to increase, we believe that a combination of machine learning and existing compliance procedures is the way forward for banks and financial services providers.

Avaloq media contacts

Marc Duckeck

Head of Communications

Telephone: +41 58 316 12 57

Email: marc.duckeck@avalog.com

Gyentsen Zatul

Communications Manager

Telephone: +41 58 316 29 41

Email: gyentsen.zatul@avalog.com

About Avaloq

Founded in 1985, Avaloq is a global leader in digital banking solutions, core banking software and wealth management technology.

Based on fully integrated banking software, Avaloq creates powerful digital solutions for banks and wealth managers through BPaaS – business process as a service, providing highly automated built-for-purpose business services and SaaS – software as a service, leveraging cloud computing. This makes Avaloq the only independent banking software provider to develop and also operate its own software, driving the transformation and automation of the financial services industry.

Our established core banking system is complemented by three innovative platforms called Engage, Wealth and Insight, providing end-to-end digital solutions at a level of simplicity that will pave the way for the democratization of wealth management. To further spur innovation, we connect our clients with selected fintechs through our open banking marketplace called Avaloq.one Ecosystem.

Headquartered in Switzerland, Avaloq has more than 2,000 employees, three R&D centres in Zurich, Edinburgh and Manila, and three service centres in Switzerland, Singapore and Germany. We are also present in leading financial and innovation centres across the world, including London, Berlin, Hong Kong, Paris, Luxembourg, Madrid and Sydney.

More than 150 banks and wealth managers with more than CHF 4.5 trillion in assets managed worldwide trust Avaloq for its award-winning products and services.

More information is available at www.avalog.com

Hotwire press contact:

Veronika Stahl

Hotwire for ACTICO

acticoDE@hotwireglobal.com



simplicity for a new era



Smarter Decisions

About ACTICO

ACTICO is a leading international provider of software for intelligent automation and digital decisioning. Its scalable software combines rule-based technology and machine learning in a unique way and is totally audit-proof. It allows companies of all sizes to process huge amounts of data and make and automate AI-supported and rule-based decisions in real time. Through intelligent automation, ACTICO increases the business value of its customers by improving their operational decisions.

The company was originally set up as Innovations Softwaretechnologie GmbH, but it has been trading as ACTICO since 2015. Today, its customers include leading companies in 35+ countries, including KfW, ING, Volkswagen Financial Services, LGT Group, Bank Vontobel and Raiffeisen. The company employs 140 people worldwide and has offices in Chicago and Singapore. Its head office is located in Immenstaad, Germany.

More information at www.actico.com