

# KNOW YOUR CUSTOMER AND ENHANCED DUE DILIGENCE SERVICES

**ORGANIZATIONS IN THE FINANCIAL SERVICES INDUSTRY HAVE ONGOING COMPLIANCE RESPONSIBILITIES RELATING TO ANTI-MONEY LAUNDERING AND COUNTER-TERRORISM REGULATIONS.**

In response, BDO Consulting provides Know Your Customer (KYC) and Enhanced Due Diligence (EDD) services to assist in complying with such regulations, while also reducing the risks associated with money laundering, terrorist financing, bribery and corruption.

At BDO Consulting, our professionals combine investigative due diligence, anti-money laundering, anti-corruption and business intelligence experience to effectively gather, analyze and report critical information in an expeditious manner, allowing our clients to make informed business decisions.

Since the USA PATRIOT Act was passed, financial institutions have been required to conduct due diligence on all new customers. This includes ensuring that a customer's identity is known to the institution and identifying whether a customer is on any governmental watch lists. The KYC requirement imposes a responsibility on all financial institutions, including banks, investment firms and insurance companies, and if not performed properly, could lead to both criminal and civil liabilities, as well as cause serious damage to an institution's credibility and reputation.

## ► KYC REQUIREMENTS

Complying with KYC regulations requires financial institutions to:

- Verify the identity of prospective clients
- Verify that customers have not been involved in criminal activity
- Create auditable proof that due diligence was performed to verify a customer's identity and other pedigree information
- Confirm that customers and prospective customers are not on any watch lists for fraudulent activities, including alleged or suspected terrorism or money laundering



Since the USA PATRIOT Act was passed, financial institutions have been required to conduct due diligence on all new customers.

## ► OUR SERVICES

BDO Consulting provides clients with high quality, individualized service, executed by a team of highly skilled and trained professionals. Our professionals draw upon their former backgrounds in federal law enforcement, state law enforcement, state regulatory and corporate investigations to execute KYC and EDD initiatives. Our approach involves:

- Accessing a vast network of industry and regional sources
- Utilizing commercial databases to verify identifying information
- Analyzing public records and source data to identify "red flag" negative indicators
- Processing various types of data into comprehensive, concise and customized reports

As a division of the U.S. Member Firm of BDO International Limited, BDO Consulting has on-the-ground capabilities through a global network of over 1000 offices in more than 100 countries around the world, and can physically check the location of prospective customers' businesses or organizations. Drawing on our international resources, we are also aware of the global differences in data disclosure laws, allowing us to obtain the correct amount of information through the appropriate channels.

## ► OTHER SERVICES

### Anti-Money Laundering Services

BDO Consulting's Anti-Money Laundering Compliance Advisory and Forensics practice assists financial institutions and organizations by providing services to mitigate the risk associated with money laundering schemes. Through a combination of compliance and investigative services, BDO Consulting can assist the financial community in mitigating risk as well as complying with anti-money laundering mandates and enforcement actions.

### Investigations

BDO Consulting's Investigations practice offers public and private sector clients a wide array of investigative services. Our practice has conducted financial and non-financial investigations domestically and internationally, in rapid response to allegations of suspected fraud, wrongdoing, corporate misconduct, as well as in the protection and recovery of assets. Serving major corporations and law firms, BDO Consulting has conducted significant investigations across a variety of industries and has fielded teams throughout the United States and internationally. Our seasoned investigators deliver discrete, responsive and comprehensive services with a clear understanding of our clients' needs and concerns.

### Anti-Corruption Compliance and Investigations

The Anti-Corruption Compliance & Investigations practice of BDO Consulting helps business entities operating in a global economy deal with increasingly stringent and expanding anti-corruption regulations imposed by governmental and quasi-governmental authorities. BDO Consulting provides clients with a combination of compliance and investigative services to help mitigate the risk of potential anti-corruption violations associated with business operations.

### Computer Forensics and E-Discovery

BDO Consulting's Computer Forensics and E-Discovery professionals assist organizations facing significant litigation, allegations of fraud or irregular activities and investigations of potential employee misconduct. Our professionals secure and collect electronically stored information, prepare this information for review, and analyze data and metadata. We present clients with a comprehensive understanding of transactions, communications or user activity, enabling them to respond thoroughly and appropriately in conducting investigations and addressing litigation.

## CONTACT:

---

**TIMOTHY L. MOHR**  
Principal  
212-885-8042  
tmohr@bdo.com

---

**NEIL MORAN**  
Director  
212-885-7416  
nmoran@bdo.com

[www.bdoconsulting.com](http://www.bdoconsulting.com)

BDO Consulting provides litigation, investigation, business restructuring and risk advisory services to clients in the United States and internationally. Our highly experienced and well-credentialed professionals leverage the global industry and accounting knowledge of the BDO international network, providing rapid, strategic advice to assist our clients.

BDO Consulting is a division of BDO USA, LLP, a Delaware limited liability partnership and the U.S. member of BDO International Limited. BDO International Limited is a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

BDO is the brand name for the BDO network and for each of the BDO Member Firms.

© 2011 BDO USA, LLP. All rights reserved. [www.bdo.com](http://www.bdo.com)