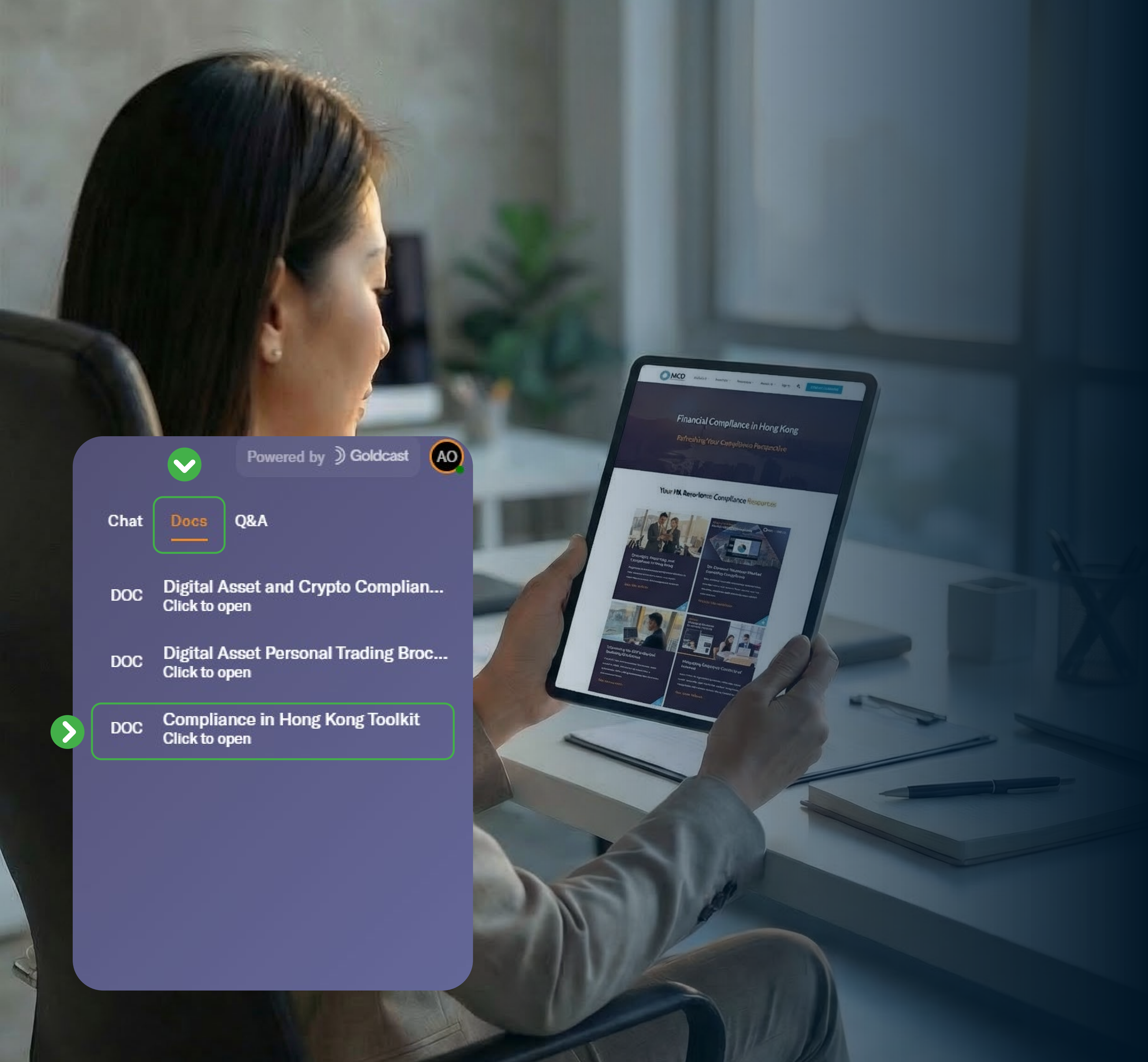
Hong Kong Regulation in Motion:

Digital Assets and Conduct Risk



Refreshing Your Perspective

Access your Hong Kong compliance toolkit now:

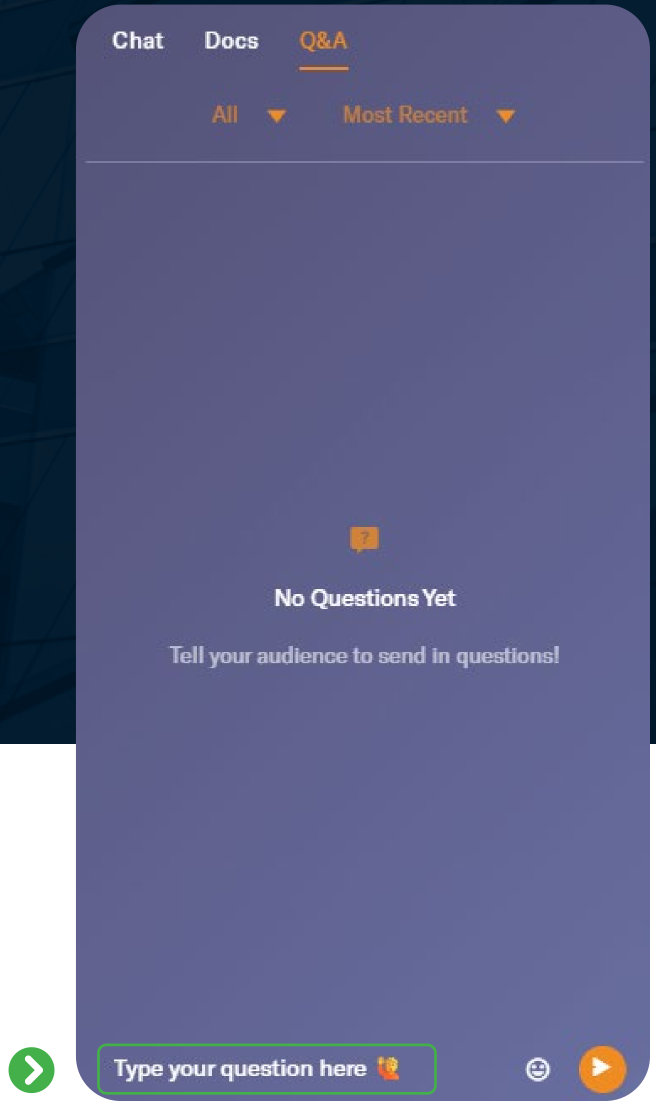
Housekeeping Details

Welcome to today's webinar!

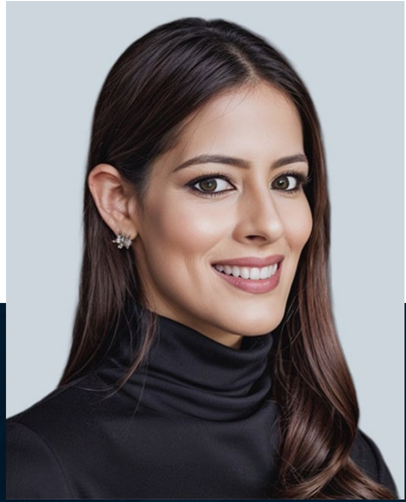
All attendees will be in listen only mode.

We encourage you to ask questions via the Questions link on your Goldcast control panel. We'll answer as many questions as possible at the end of the presentation.

A recording of today's session will be made available on mycomplianceoffice.com. We'll send you an email in the next few days with a link to view the recording

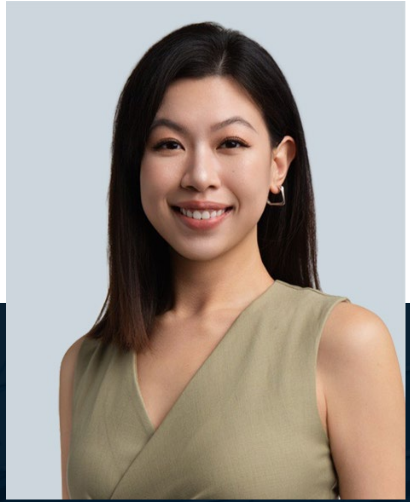


Today's Speakers



Tanooja Rai
APAC Sales Director
MCO

Alasdair Putt
Director
Kroll



Kiana Leung
Senior Associate
Kroll

The Digital Asset Regulatory Momentum in Hong Kong

How can firms ensure compliance when dealing with digital assets?

- Parity with traditional securities is the regulatory expectation
- Firms moving fast into digital assets are finding oversight gaps
- What clients are questioning around current compliance programmes remaining fit for purpose
- The need for centralised, unified monitoring

Personal Trading Enforcements: Key Takeaways for Firms

Recurring themes:

- Failure to disclose trades
- Misuse of information
- Weak supervision and internal controls for staff dealing policies
- Lack of escalation frameworks

Personal Trading Enforcements: Key Takeaways for Firms

Where are firms falling short with personal account dealing compliance?

- Inconsistent policies across regions
- Disconnected systems between HR, compliance, and trading
- Limited visibility over employee activity

Digital Asset Personal Trading: a Growing Risk Area

What are the most immediate risks emerging with digital asset personal trading?

- Challenges applying traditional controls
- Use of external wallets and offshore exchanges
- Lack of visibility and disclosure

Crypto and Digital Asset Trading Compliance

One platform for digital asset and traditional securities personal trading management:

- ✔ Pre-Clearance & post-trade monitoring
- ✔ Wallet & account registration
- ✔ On-Chain capture
- ✔ Configurable rules & attestations
- ✔ Audit-Ready reporting

Enduring Obligations: Fit and Proper

How can firms enhance oversight of fit and proper requirements?

- Moving from point-in-time checks to ongoing monitoring
- Greater focus on employee conduct
- Automated attestations and reminders
- Integration with employee activity data
- Continuous monitoring frameworks

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About MCO

One-of-a-kind platform that **unifies** your compliance data into a single, seamless view, empowering your firm to effortlessly **track risks**, **spot conflicts**, and **maintain compliance** across systems and departments.

Compliance Management for Highly Regulated Firms

1500+
customers

2M
users

125+
countries

Multi-lingual, Multi-currency

Offices in Ireland, India, London, Singapore, South Africa, Switzerland, US

Global implementation, training and ongoing support

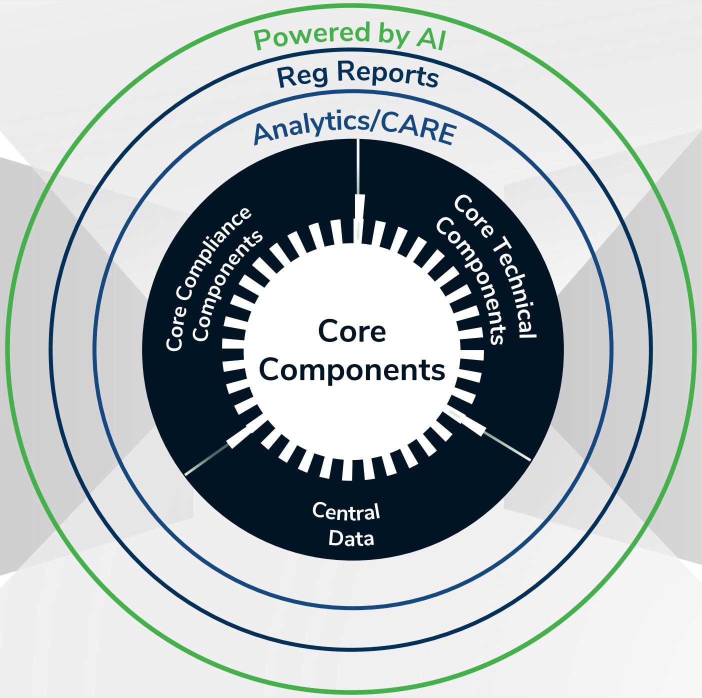
Data centers in the US, Canada and EU

KYO | Know Your Obligations

- Compliance Obligations Manager
- Compliance Risk Manager
- Case Management
- Policy Content Governor
- Compliance Assurance Manager

KYT | Firm Transactions

- Banking/Payments Screening
  Instant Payments Screening
  Suspicious Activity Monitor
- Trade Surveillance Manager
- Suitability Manager
- Deal Review Manager
- MNPI & Insider Information



KYE | Employee Compliance

- Personal Trading Manager
- Gifts & Entertainment Manager
- Outside Business Activities
- Connected Persons & Relationships
- Forms Manager
  Attestations Manager
- Political Contributions Manager
- Fit and Proper:
  Rep Registration & Licensing
  Roles & Responsibilities Needs
- EComms Review
  EComms Keep

KYTP (KYC, KYB, KYS, KYV) | Third Party Management

- Third Party Screening
- Third Party Risk Assessment
- Third Party Lifecycle Manager
- Third Party Conflict Check

About Kroll

In the ever-evolving financial services landscape, Kroll's award-winning team offers comprehensive regulatory and compliance services, guiding clients through registration, licensing and compliance support to minimise risks and enhance efficiency globally.

Global Capabilities, Local Expertise

Across 30+ countries and territories worldwide, 6,500 experts continue the firm's nearly 100-year history of trusted expertise

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Dublin
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Financial Services Compliance and Regulation

Kroll's Financial Services Compliance and Regulation experts help a wide range of financial services firms identify, remediate and manage regulatory risk in their businesses. We operate globally, meeting our clients' diverse needs, wherever and whenever they arise.

Focused on financial services

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Private Equity Firms

Private Clients and Wealth Managers

Venture Capital Firms

Brokers/ Dealers

Real Estate

Family Offices

CPOs and CTAs

Services offered

- Registration Assistance
- Ongoing Compliance Support
- Compliance Secondments
- Operational Due Diligence and M&A Regulatory Reviews
- Mock Regulatory Examinations (Complete and Targeted)
- Annual and Periodic Compliance Reviews
- AML and Financial Crime Prevention
- Asset Management Cyber Security Services

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Questions?

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Thank you for attending the webinar!

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