

# REVEALING THE TRUE COST OF FINANCIAL CRIME

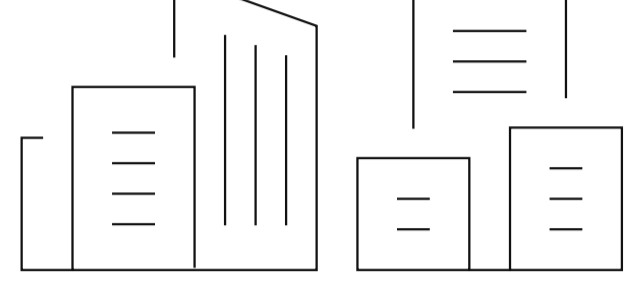
## WHAT'S HIDING IN THE SHADOWS?

2018 Survey Report



### The impact of financial crime

The cost is high and paid by organizations, governments and individuals.



# 47%

OF LARGE COMPANIES SURVEYED HAVE BEEN A VICTIM OF FINANCIAL CRIME OVER THE LAST 12 MONTHS

**66%**  
GERMANY HAS HIGHEST INCIDENCE OF FINANCIAL CRIME

**20%**  
RUSSIA LOWEST INCIDENCE



**Financial crime causes incalculable harm around the world.** The proceeds of bribery, corruption, fraud, narcotics trafficking and other organized crime have all been implicated in the financing of terrorism, human rights abuses such as slavery and child labor, and environmental crime.

**Che Sidanius**  
Global Head of Financial Crime & Industry Affairs, Refinitiv

COMPANIES WE SURVEYED LOST

# \$1.45

TRILLION TO FINANCIAL CRIME\*

**3.5%**  
OF TURNOVER

\*Estimated aggregate losses from financial crimes, according to the organizations we surveyed around the world.

# 58%

of modern slavery comes from only 5 countries

INDIA  
CHINA  
PAKISTAN  
BANGLADESH  
UZBEKISTAN

# 40.3

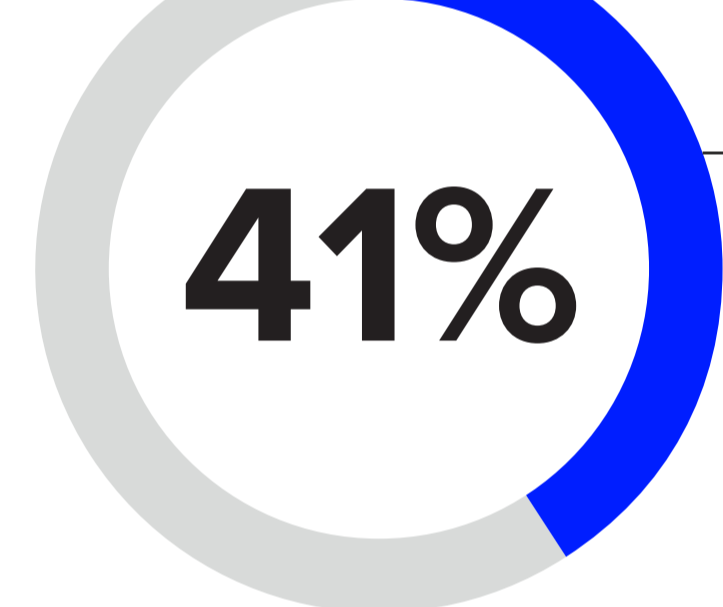
# MILLION

PEOPLE ARE IN SOME FORM OF MODERN SLAVERY

**Source:**  
Global estimates of modern slavery (LLO and Walk Free Foundation)

### Understanding the challenge

It is all too easy for perpetrators to slip through the net.



OF SURVEY RESPONDENTS HAVE NEVER SCREENED THEIR THIRD PARTY VENDORS, SUPPLIERS OR PARTNERS.

Those who have been a victim of financial crime have

# 25%

more relationships to monitor than those who have not.

# 9%

of survey respondents have dealt with

# 10,000+

third party vendors, suppliers or partners.

ACCORDING TO EUROPOL; OUT OF

# 1,000

TRANSACTIONS FLAGGED

ONLY

# 50

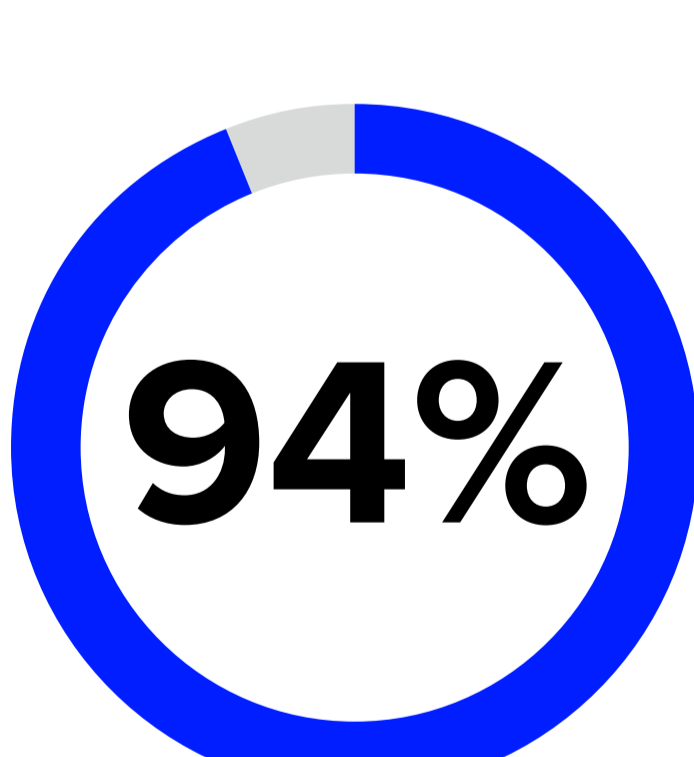
ARE REFERRED TO LAW ENFORCEMENT

# 5

LEAD TO AN INVESTIGATION

### Fighting back

Collaboration is vital to winning the war against financial crime.



OF RESPONDENTS BELIEVE THERE SHOULD BE MORE SHARING OF FINANCIAL CRIME INTELLIGENCE

# \$1.28

# TRILLION

OF ANNUAL TURNOVER IS SPENT COMBATTING FINANCIAL CRIME

WHICH EQUALS

# 3.1%

OF THEIR GLOBAL TURNOVER

# 40%

STRONGLY AGREE THAT THEY STRUGGLE TO EDUCATE & INFLUENCE COLLEAGUES AROUND FINANCIAL CRIME



**At Davos this year, the World Economic Forum, Refinitiv and Europol launched a coalition** to improve awareness of the extent of financial crime, promote more effective information sharing and establish enhanced processes to share best practice.

**David Craig**  
CEO, Refinitiv

### About the survey

This information is based on research commissioned by Refinitiv that was conducted online by an independent third party in March 2018. A total of 2,373 senior managers at large global organizations completed the survey.

