



Simplification of FATCA compliance for a large global bank

Compliance obligations were met with time and effort efficiencies

Client background: Multinational banking & financial services holding firm

Industry: Banking, Financial Services

Products/Services: Retail banking, corporate banking, investment banking, mortgage loans, wealth management, credit cards, finance and insurance

Areas of Operations: Global business

Challenges:

The FATCA (Foreign Account Tax Compliance Act) is a legislation set by the Government of the United States to enable the government to prevent tax evasions and other tax related fraudulence activities. FATCA has the sole objective of increasing the transparency for the Internal Revenue Service wrt US persons. The client wanted to become fully FATCA compliant where they were operating instead and meet the stringent timelines and avoid hefty monetary penalties which would take a severe hit on its revenue.

Solution:

The solution provider applied a FATCA compliant solution with increased dedication for commercial banking customers, in fixed timelines with compliance criteria, improving ETL, data integration, and database management tools.



Business Impact

The solution provider established a commercial banking remediation compliant solution for four countries from the European region within a stipulated time of 12 months. This in turn enhanced the trust factor of the bank by regulating reporting!

- Good brand equity and customer trust as a global bank with high importance
- Maintaining transparency by allowing the government to have customer information regarding the tax evaders
- Reduced the withholding tax credit for the bank to zero

