

# Exploring VASP Crypto Risk

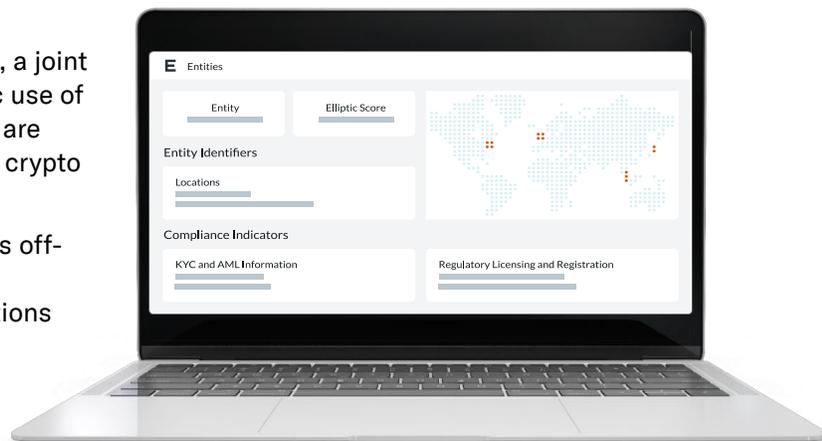
In today's digital economy, financial and crypto institutions face escalating challenges in anti-money laundering (AML) efforts. While cryptocurrencies have enriched investment portfolios, they have also complicated the task of crafting effective AML and compliance frameworks. These frameworks are pivotal in mitigating risks and thwarting bad actors who seek to exploit the system.

Traditional financial services firms must adapt and understand the potential money laundering risks associated with crypto, whether they're directly involved or not. To catch up to the rapid developments in cryptocurrency, organizations must first address the challenges posed by Virtual Asset Service Providers (VASP).

## OUR SOLUTION:

To tackle the challenges crypto compliance presents, a joint approach is needed that allows for the programmatic use of on- and off-chain data at scale. Moody's and Elliptic are partnering to bridge the gap between traditional and crypto compliance in a single seamless solution.

Elliptic's on-chain risk engine combines with Moody's off-chain data in their risk rule engine to provide a comprehensive overview of an entity, helping institutions understand who they are doing business with and the associated risk.



## ELLIPTIC

Founded in 2013, Elliptic pioneered the use of blockchain analytics for financial crime compliance and is a leading provider of crypto compliance solutions globally.

Our VASP Crypto Risk module provides up-to-date risk profiles for over 1,000 major Virtual Asset Service Providers (VASPs), so that the proper compliance controls are in place to monitor anti-money laundering (AML), terrorist financing (CFT), and sanctions compliance when onboarding or engaging with cryptoasset businesses.

This VASP Crypto Risk module is a part of Moody's platform that provides companies with the tools to verify, assess, screen, and monitor the individuals and entities you do business with, so you can understand where risks lie across your network.



### **Screen VASPs effectively and efficiently**

Not all crypto exchanges and businesses are alike. Take a nuanced, risk-based approach to better manage risk exposure to 1000+ Virtual Asset Service Providers (VASPs).



### **Meet evolving regulations**

As the technology matures, new blockchains emerge and regulations evolve. Staying ahead of these changes and ensuring compliance is not just about avoiding penalties, but also about building trust with your customers and stakeholders.



### **Build a more integrated compliance workflow**

Incorporate screening for VASPs into the broader compliance process with the end-to-end solution from Moody's.

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## **HOW MOODY'S CAN HELP**

Moody's is transforming compliance and third-party risk management. Integrating award-winning data, workflow automation, and AI-driven solutions, we are creating a world where risk is understood so decisions can be made with confidence.

Our data-driven solutions empower risk and compliance professionals to make decisions efficiently and effectively, using a risk-based approach. Staying ahead of risks and ensuring the integrity of operations.

Visit [moodys.com/kyc](https://moodys.com/kyc) to learn more.