

Insider Trading Detection

Detect and Prevent Employee Market Abuse



Insider trading refers generally to buying or selling a security, in breach of a fiduciary duty or other relationship of trust and confidence, on the basis of material, nonpublic information about the security—including “tipping” such information. Insider trading can harm your company’s reputation, incur steep fines, and can result in a loss of clientele.

01 What are the benefits of Insider Trading Detection?

- ✓ Deterrence of rogue traders with a robust detection system.
- ✓ Discovery of potential insider trading before it affects your company’s bottom line.
- ✓ Elimination of the need for maintaining a manual system of record.
- ✓ Time-saving aggregation of data on employee personal trading, events of interest, and news events.
- ✓ Access to relevant news and market data to investigate suspicious trades.

02 How does Insider Trading Detection work?

StarCompliance provides a solution that enables your compliance team to actively manage employee trades. Our Illegal Insider Trading Detection product simplifies the surveillance process and provides the data you need to quickly flag, and further investigate suspicious potential insider trades.

- ✓ Detection of events of interest--such as trades ahead of price movement due to mergers, acquisitions, etc.
- ✓ Powerful filtering and indexing system which delivers matches based on price changes, individual traders, company trades, trade details (e.g. transaction price, share quantity), trade volume, and more.
- ✓ News impact scoring cuts through the noise, returning only relevant news that drove real market impact with an aggregation service of over 400,000 stories from 8,500 different sources, daily.

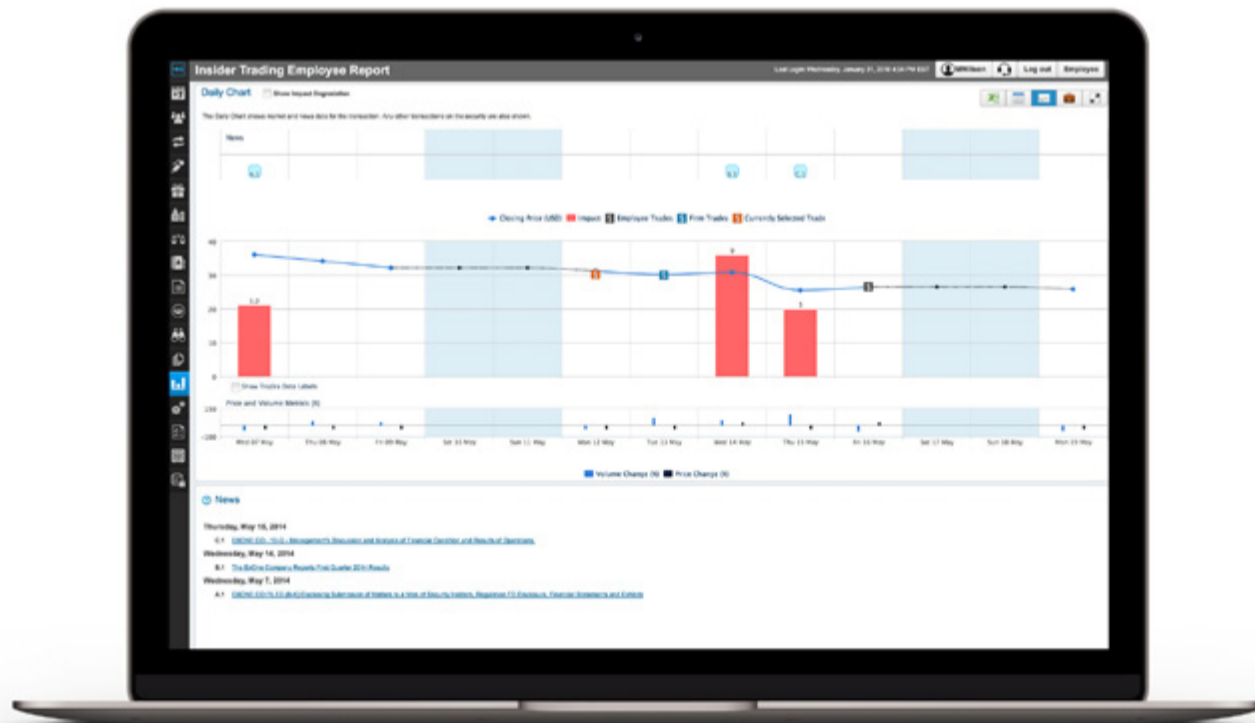
03 How can you efficiently investigate suspicious trades?

If you are concerned that someone is abusing information for their own financial gain, the STAR platform provides relevant, timely data and tools to support your investigation:

- ✓ Cross reference news events with employee trade data to identify unusual trades made prior to key market events, such as price movements caused by mergers or acquisitions.
- ✓ Leverage real-time financial market data and analytics for more than 12 million securities around the world to support your investigation.
- ✓ Collate news articles, financial market data, and other supporting evidence to a case, then assign and escalate it to relevant team members for resolution. The whole cycle, from detection through investigation and resolution, is recorded within the STAR system for audit purposes.

04 How can you add Insider Trading Detection to your STAR suite?

Insider Trading Detection is available globally as an add-on service, with an additional license fee. A StarCompliance Business Analyst will be assigned to guide you through the implementation process.



Interested in learning more or ready to activate this service?

Contact your relationship manager today