



Faster Payments Fraud

Managing Account Opening Risks and
Screening Inbound Transactions

2023 FALL
**MEMBER
MEETING**



Topics covered today:

- *Synthetic Identity fraud and how it occurs*
- *How criminals utilize these synthetic accounts / money mules and faster payments to facilitate fraud*
- *Examine leading practices to help everyone in the industry prevent, detect & mitigate these risks*

2023 FALL
**MEMBER
MEETING**



Panelists



Liam Cooney
Vice President
Mastercard



Ajay Guru
Partner, Fraud
Technology
Guidehouse



Carla Sanchez-Adams
(moderator)
Senior Attorney
National Consumer
Law Center



Mike Timoney
VP, Secure
Payments
Federal Reserve
Bank

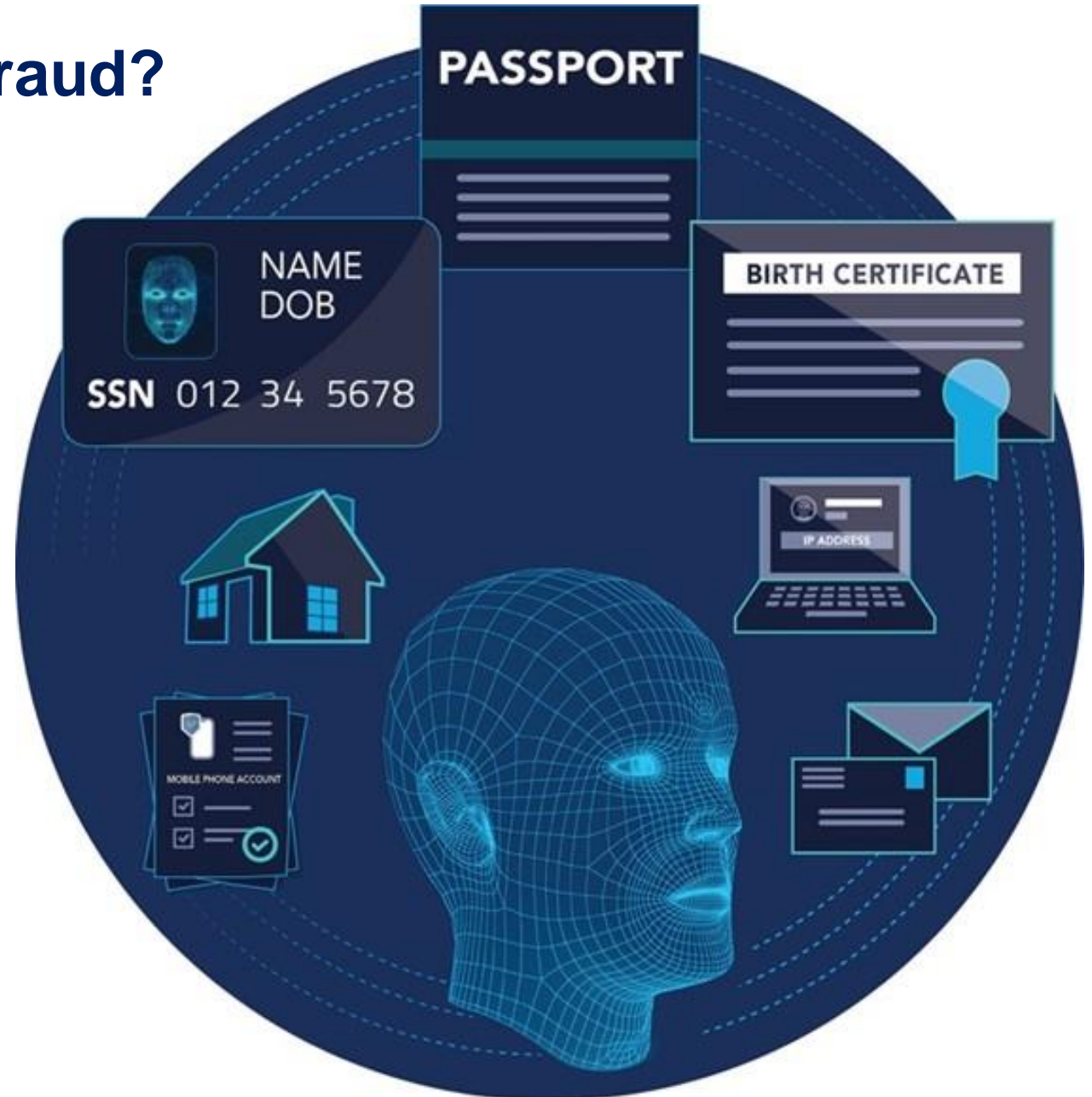


Amanda Compton
Fraud Mitigation
Director
Arvest Bank

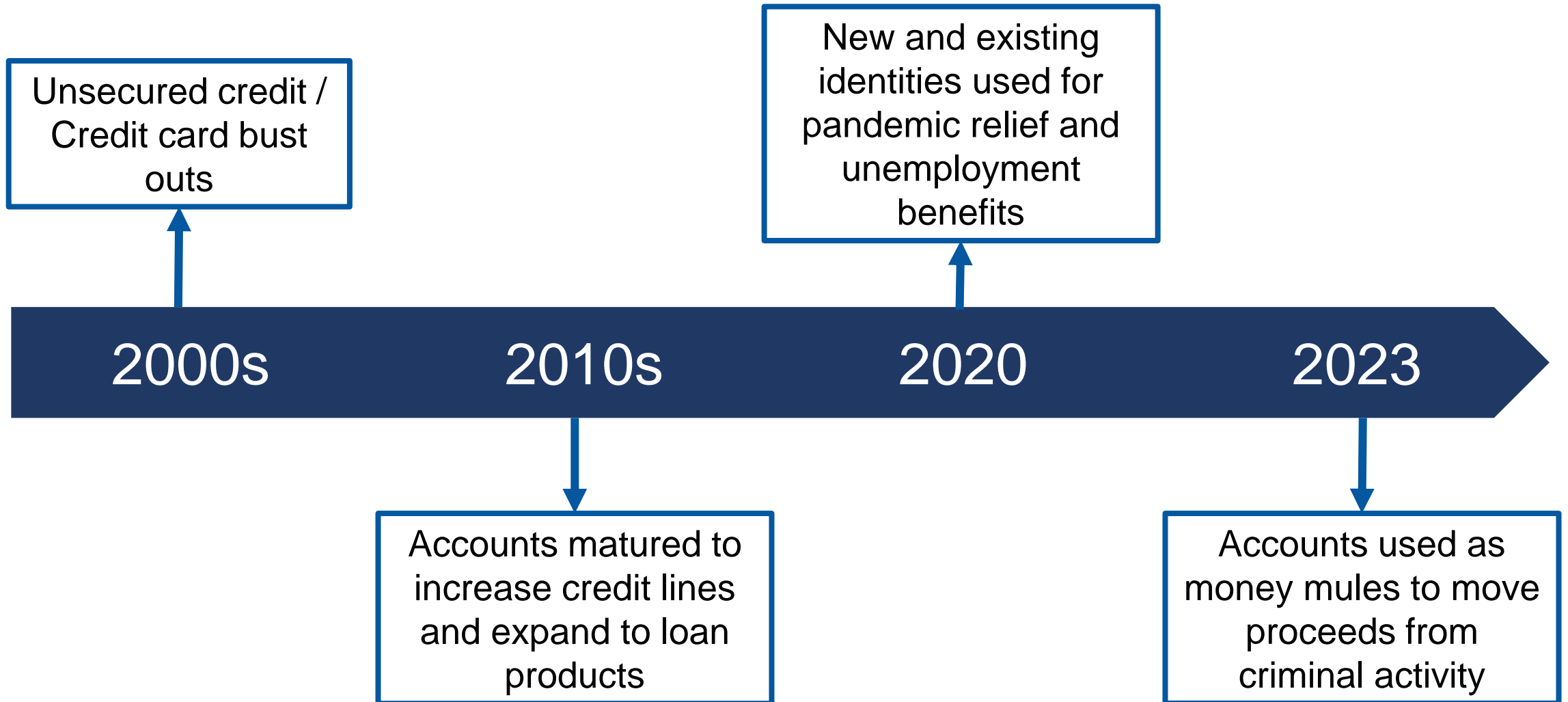
2023 FALL
**MEMBER
MEETING**

What is Synthetic Identity Fraud?

- The use of a combination of personally identifiable information to fabricate a person or entity in order to commit a dishonest act for personal or financial gain
- Different from conventional identity theft – implied identity not typically associated with a real person
- Three methods of creation:
 - Fabrication
 - Manipulation
 - Compilation



Evolution of Synthetic Identity Fraud





What are some of the recent trends in synthetic identity fraud?

2023 FALL
**MEMBER
MEETING**

Recent trends?

New account



Waiting period

Increase in faster payments "instant drops" due to funds availability



Bad funds in

Faster payment out



SAUCE AND TUTORIALS ARENA
Join
Bills Man · Mar 29 at 9:22 AM

If you got [redacted] bank hit me up
It must be 2month old
Fasho 💰
50/50 split
No upfront fees

Maria George
Mon at 8:24 PM

If you are verified on id.me and never file tax refund this year...
Refund still hitting hard with direct deposit and cashier check
Tap in 😊 I got \$10k to \$100k for you 🍌
Approval is **100**

Like Comment Share

Legit sauce 🔥

Featured

Recently Seen

Alenis Gray
Sep 9, 2022

[redacted] bank linked to cash app needed for instant drop
Note not Ach or check
Instant bread is a must Dm me if you got it

4 4 comments
Like Comment Share

Kim Sizemore · Follow
Info
Like Reply 1

Most Relevant

Alenis Gray
Nov 4, 2022

New or old [redacted] needed for big bag deal

4 17 comments
Like Comment Share



What is the industry response to synthetic identity fraud and what are the areas for improvement?

2023 FALL
**MEMBER
MEETING**

How does synthetic identity fraud impact real time payments?

- For processors?
- For banks?
- For consumers?



2023 FALL
**MEMBER
MEETING**

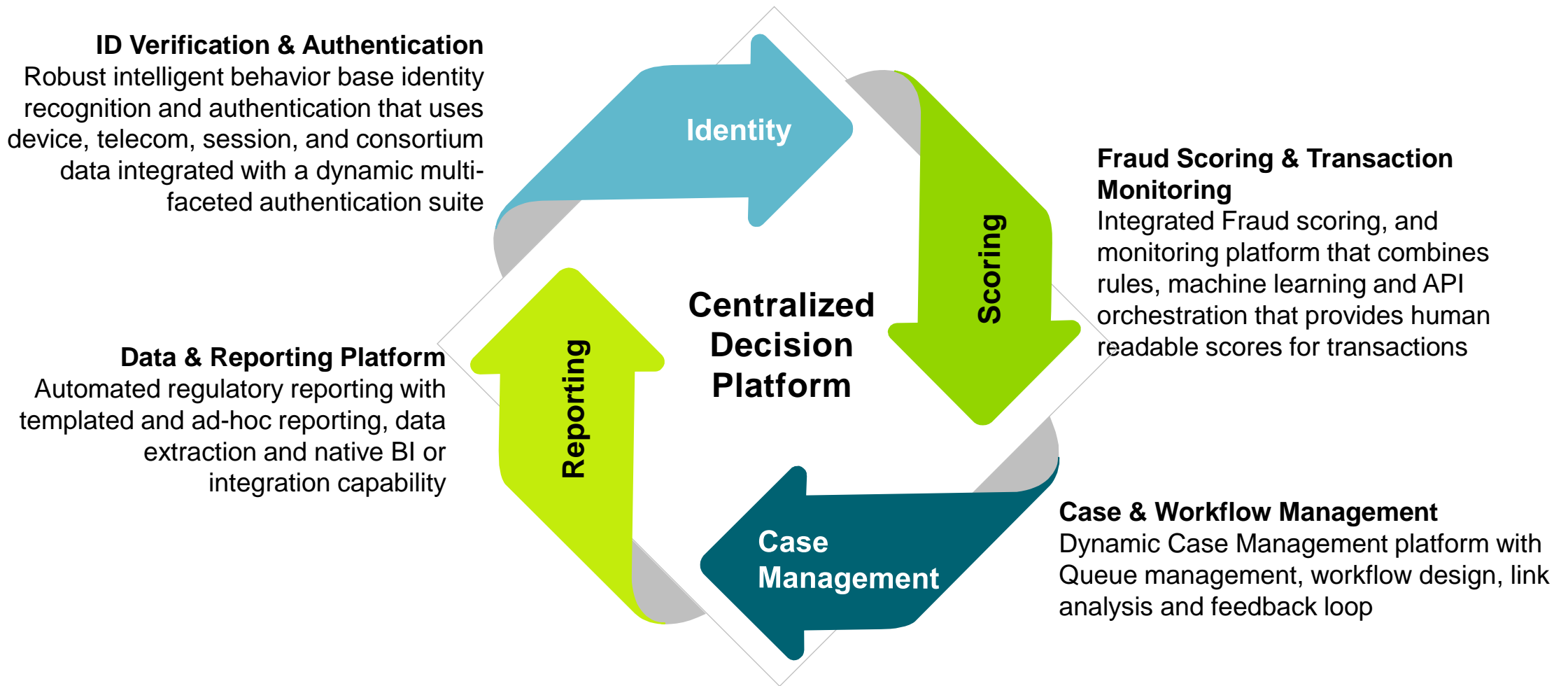


What technologies are available to combat synthetic identity fraud?

2023 FALL
MEMBER
MEETING

Technologies to Combat Synthetic Identity Fraud

Essential Components of Technology to help fight synthetic identity fraud





Thank you!

**2023 FALL
MEMBER
MEETING**