

# Our Fight Against Corporate Fraud

Advancing the identifiability of legal entities across global marketplaces



## Enabling transparency and trust

In a world where corporate fraud is increasing at alarming rates, transparency and identifiability have never been more crucial. Legal Entity Identifiers (LEIs) play a vital role in advancing the identifiability of legal entities across global marketplaces, creating an ecosystem for responsible investments.

Accurate, current, and complete LEI reference data benefits the wider ecosystem by ensuring that organizations can verify and trust who they are doing business with. However, gaps in identifiability – when entities within a corporate structure are not reported or are outdated – pose significant risks, such as increased vulnerability to fraud, disruptions in supply chains, and challenges in risk management.

Cybercrime costs in the United States reached an estimated **\$320 billion** in 2023, according to Statista\*

Cybercrime costs expected to rise to **1.82 trillion U.S. dollars** by 2028\*

\*Statistics source: Statista



## To combat risks, organizations must renew their LEI, keeping it active and updated.

This proactive approach not only supports transparency but also enhances trust among market participants and investors.



## Boost transparency, fight fraud: check your LEI status

An LEI must be **current and complete** to offer maximum protection.

The entity must have:

renewed its LEI registration on time

provided comprehensive data on its direct and ultimate parent entities



## How can you tell if an LEI is current and complete?

The **Policy Conformity Flag** was launched to make it clear to global data users whether an LEI record is up-to-date and complete with relationship reporting. This signals the strong and continued commitment of the **Regulatory Oversight Committee (ROC)** and GLEIF to encouraging renewals and promoting current, complete data reporting by legal entities.



The flag is a visual sign, giving it a stamp of 'conforming' approval.

At a simple glance, organizations can see that the information linked to an LEI is up-to-date and accurately reflects the entity's ownership structure.

## A stronger plight to fight

In our fight against financial crime, the LEI plus the Policy Conformity Flag brings many benefits:



### Monitors market risk

Supporting better risk management, the flag allows clearer monitoring of financial interconnections and potential vulnerabilities within the market.



### Enhances transparency

A 'conforming' status on an LEI signals to partners and regulators that an entity is trustworthy.



### Facilitates operational processes

Reliable information provides more efficient due diligence, speeding up compliance checks, and reducing transaction failures and associated costs.

**Fight financial fraud**  
**Verify and renew your LEI today!**

Enabling global identity. Protecting digital trust.

GLEIF regulates a genuinely universal identification standard – a unique 20-character code created for a legal entity. There's no other like it. A single code represents a single organization so that anyone, anywhere in the world, can trust an organization is who it claims to be. And we are the official guardian of the records and underlying network to enable responsible interactions between legal entities worldwide.



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