

DKYC

BLOCKCHAIN-BASED DECENTRALIZED KYC (KNOW-YOUR-CUSTOMER)

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University of Nicosia

The Fourteenth International Conference on Systems and Networks Communications
ICSNC 2019

KYC Forms

Know Your Client (KYC) Application Form (For Individuals only)
(Please fill the form in English and in BLOCK Letters)
Please mark with "*" are mandatory fields

Application Type* New Update KYC Number*
KYC Type* Normal (PAN is mandatory) PAN Exempt Investors (Refer instruction 4)

1. Identity Details (Please refer instruction A at the end)

PAN Please enclose a duly attested copy of your PAN Card

Name* (same as ID proof) Prefix First Name Middle Name
Maiden Name (if any)
Father / Spouse Name*
Mother Name*
Date of Birth* DD - MM - YYYY
Gender* M - Male F - Female T - Transgender
Marital Status* Married Unmarried Others
Citizenship* IN - Indian Others - Country
Residential Status* Resident Individual Non Resident Indian Person of Indian Origin
 Foreign National
Occupation Type* S - Service Private Sector Public Sector Government
 O - Others Professional Self Employed Retired X - Not Categorized
 B - Business

2. Proof of Identity (PoI)* (for PAN exempt Investor or if PAN card copy not provided) (Please refer instruction C at the end)
(Certified copy of any one of the following Proof of Identity (PoI) needs to be submitted)

A - Passport Number Passport Expiry Date
 B - Voter ID Card
 D - Driving Licence Driving Licence Expiry Date
 E - Aadhaar Card
 F - NREGA Job Card
 Z - Others (any document notified by the central government) Identification Number

3. Proof of Address (PoA)*

3.1 Current / Permanent / Overseas Address Details (Please see instruction D at the end)

Address
Line 1*
Line 2
Line 3
District* Zip / Post Code* State/UT
City / Town / Village*
State/UT* Country* as per Indian Motor Vehicle Act, 1984
Address Type* Residential / Business Residential Business Registered Office Unspecified
(Certified copy of any one of the following Proof of Address (PoA) needs to be submitted)

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3.2 Correspondence / Local Address Details* (Please see instruction E at the end)

Same as Current / Permanent / Overseas Address details (in case of multiple correspondence / local addresses, please fill Annexure A1, Submit relevant documentary proof)

Line 1*
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Line 3
District* Zip / Post Code* State/UT
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Residential Status* Resident Individual Non Resident Indian Person of Indian Origin
 Foreign National
Occupation Type* S - Service Private Sector Public Sector Government Sector
 O - Others Professional Self Employed Retired Housewife Student
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4. Contact Details (All communications will be sent on provided Mobile no. / Email-ID) (Please refer instruction F at the end)

Email ID
Mobile Tel (Off) Tel (Res)

5. FATCA/CRS Information (Tick if Applicable) Residence for Tax Purposes in Jurisdiction(s) Outside India (Please refer instruction B at the end)

Additional Details Required* (Mandatory only if above option (5) is ticked)

Country of Jurisdiction of Residence* Country Code of Jurisdiction of Residence as per ISO 3166
Tax Identification Number or equivalent (if issued by jurisdiction)*
Place / City of Birth* Country of Birth* Country Code as per ISO 3166
Address
Line 1*
Line 2
Line 3
District* Zip / Post Code* State/UT Code as per Indian Motor Vehicle Act, 1984
City / Town / Village*
State/UT* Country* Country Code as per ISO 3166

6. Details of Related Person (Optional) (please refer instruction G at the end) (in case of additional related persons, please fill Annexure B1)

Related Person Deletion of Related Person KYC Number of Related Person (if available)*
Related Person Type* Guardian of Minor Assignee Authorized Representative
Name*
Date of Birth* First Name Middle Name Last Name
(If KYC number and name are provided, below details of section 6 are optional)

Proof of Identity (PoI) of Related Person* (Please see instruction H) at the end)
(Certified copy of any one of the following Proof of Identity (PoI) needs to be submitted)

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7. Remarks (if any)

8. Applicant Declaration

I hereby declare that the details furnished above are true and correct to the best of my knowledge and belief and I undertake to inform you of any changes therein, immediately. In case any of the above information is found to be false or untrue or misleading or misrepresenting, I am aware that I may be held liable for it. I hereby declare that I am not making this application for the purpose of non-compliance of any Act, Rules, Regulations or any statute of regulation or any notification/instructions issued by any governmental or statutory authority from time to time.

I hereby consent to releasing information from Central KYC Registry through Web/Facial on the above registered/underwritten address.

Date: Place: Signature / Thumb Impression:

9. Attestation / For Office Use Only

Documents Received Certified Copies

KYC Verification Carried Out by (Refer instruction 4)

Date
Emp. Name
Emp. Code
Emp. Designation
(Signature Required)

In-Person Verification (IPV) Carried Out by (Refer instruction 4)

Date
Emp. Name
Emp. Code
Emp. Designation
(Signature Required)

Institution Details
Name
Code
Emp. Branch
(Signature Required)

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10. Details of Related Person (Optional) (please refer instruction G at the end) (in case of additional related persons, please fill Annexure B1)

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KYC Verification Carried Out by (Refer instruction 4)

Date
Emp. Name
Emp. Code
Emp. Designation
(Signature Required)

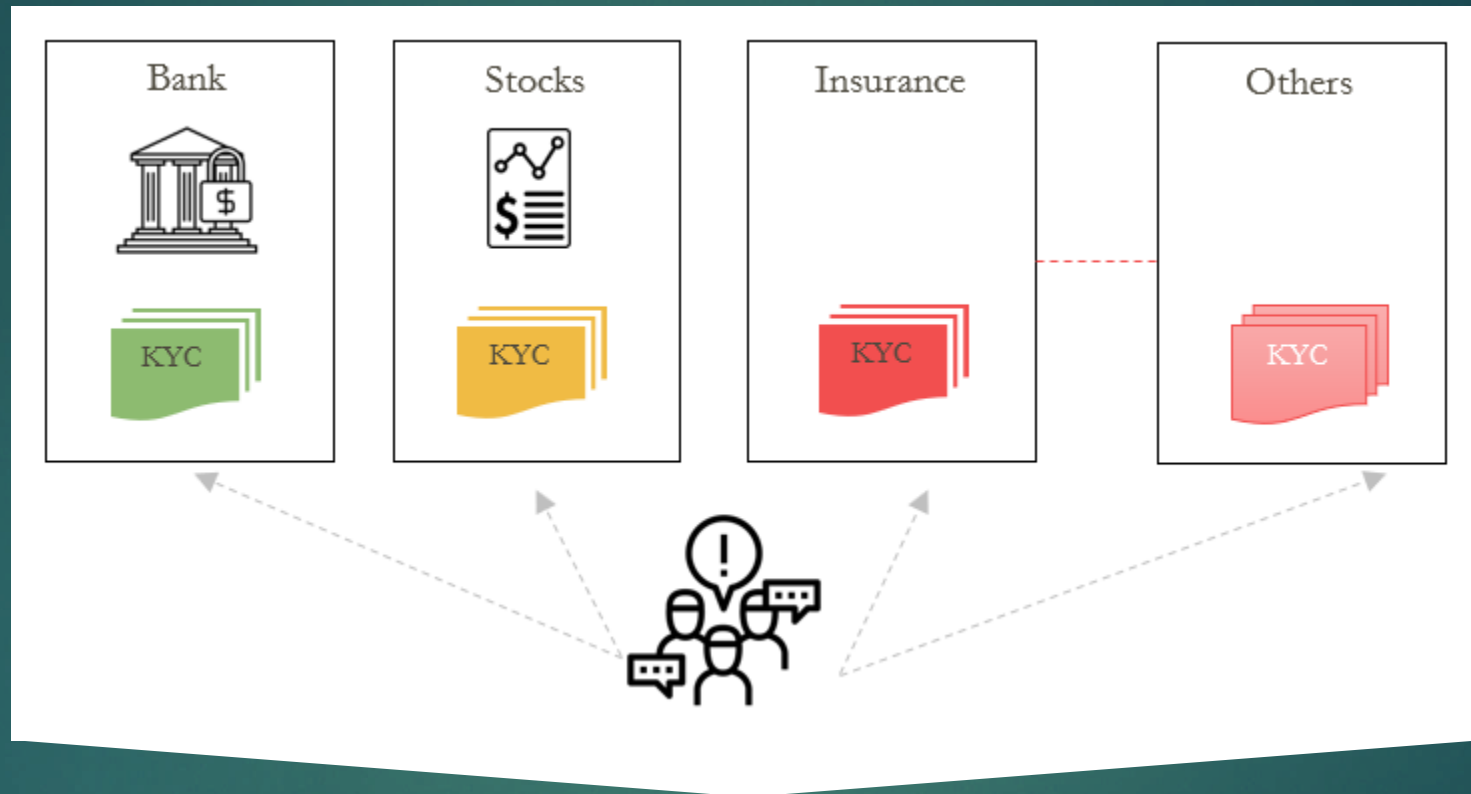
In-Person Verification (IPV) Carried Out by (Refer instruction 4)

Date
Emp. Name
Emp. Code
Emp. Designation
(Signature Required)

Institution Details
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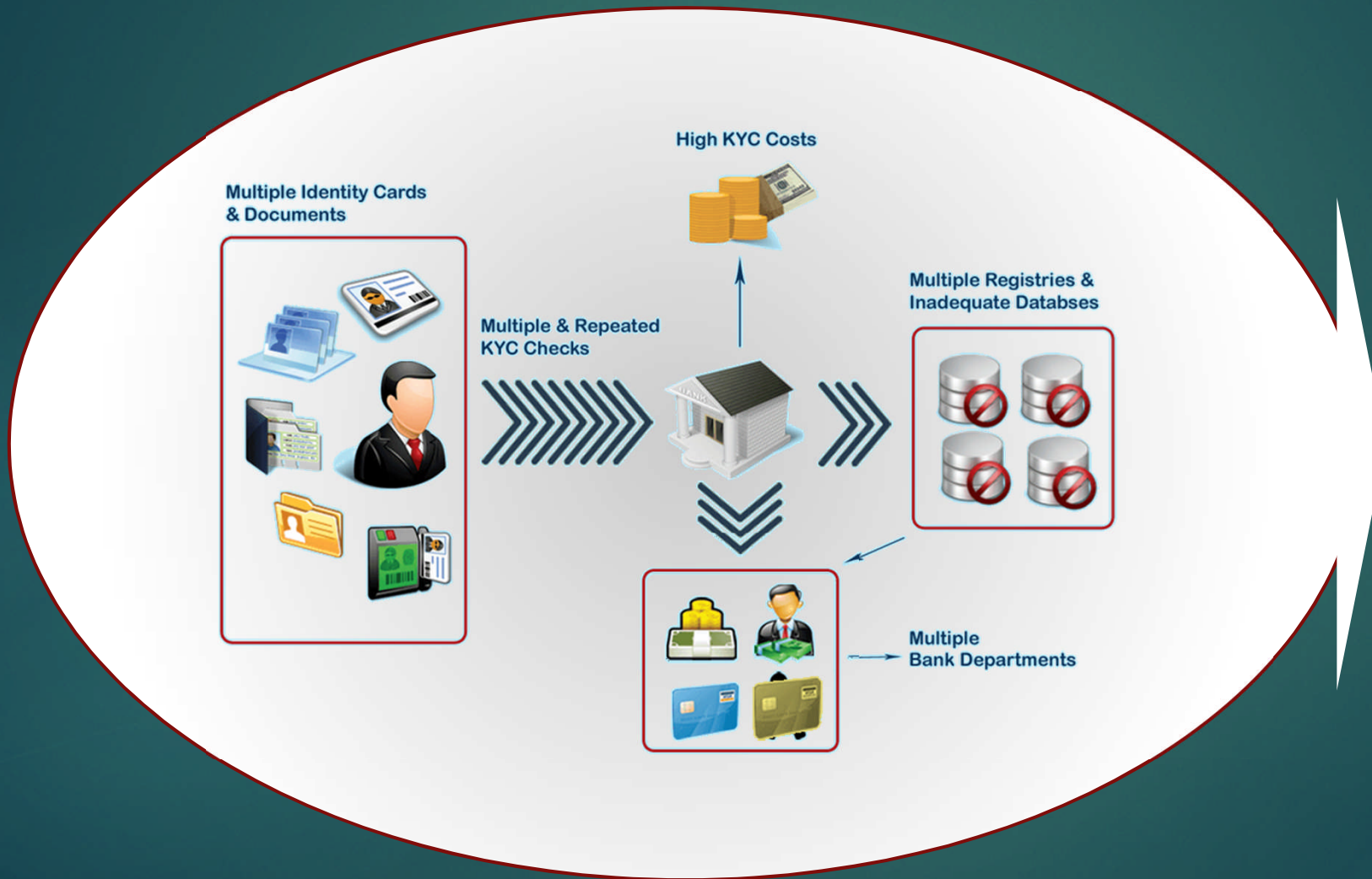
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What is KYC?

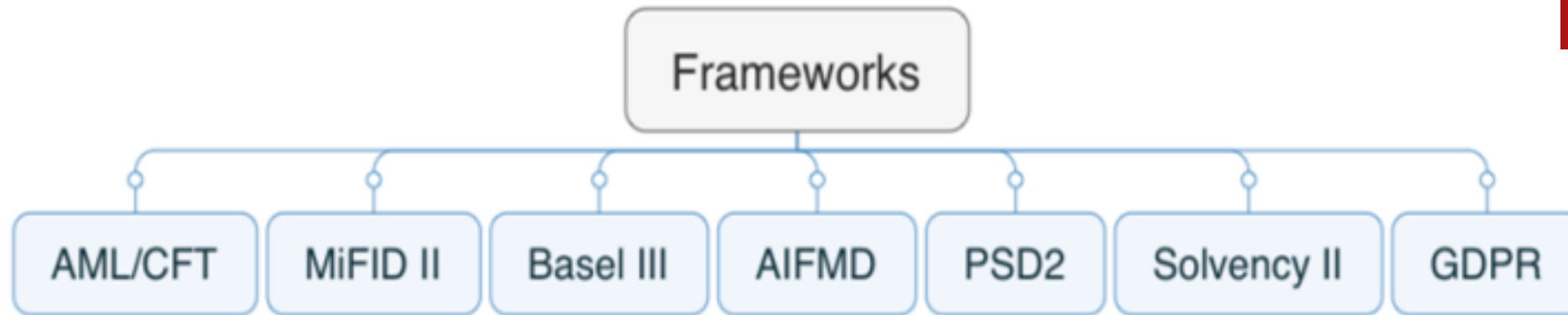


Know Your Customer (aka KYC) is the regulatory and compliance obligation on the conventional banking and financial system, to capture the customer information before onboarding and providing any financial services to the customer. In banks, KYC is embedded into the account opening forms, which mandate customer to provide accurate information and ideally update as soon as any change occurs in KYC data.

The problem



- High cost
- Unbanked
- Verification Time
- KYC Segmentations
- Audit errors
- Not updated
- Silos
- CFT & AML
- Regulation

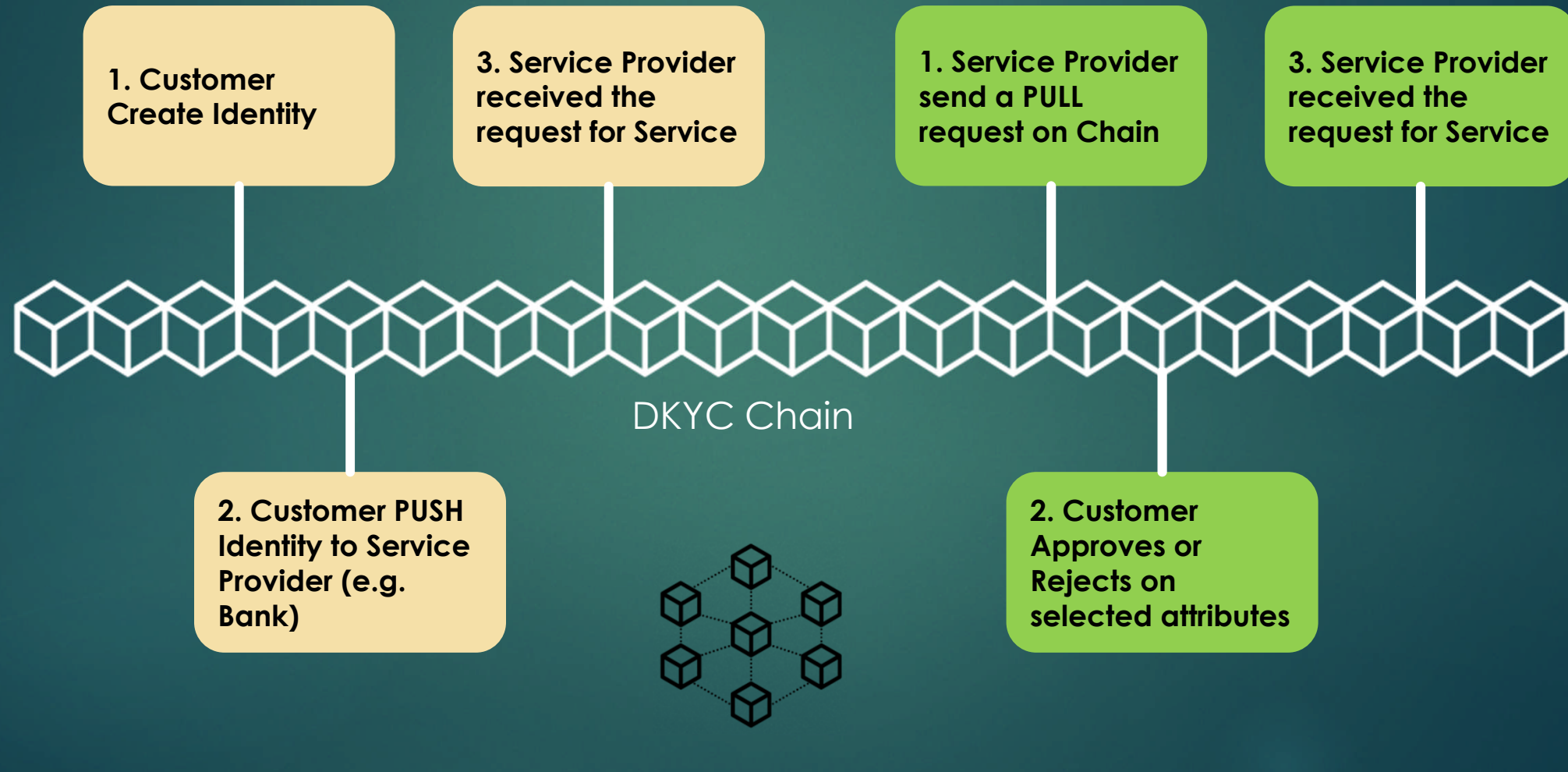


Regulatory Frameworks

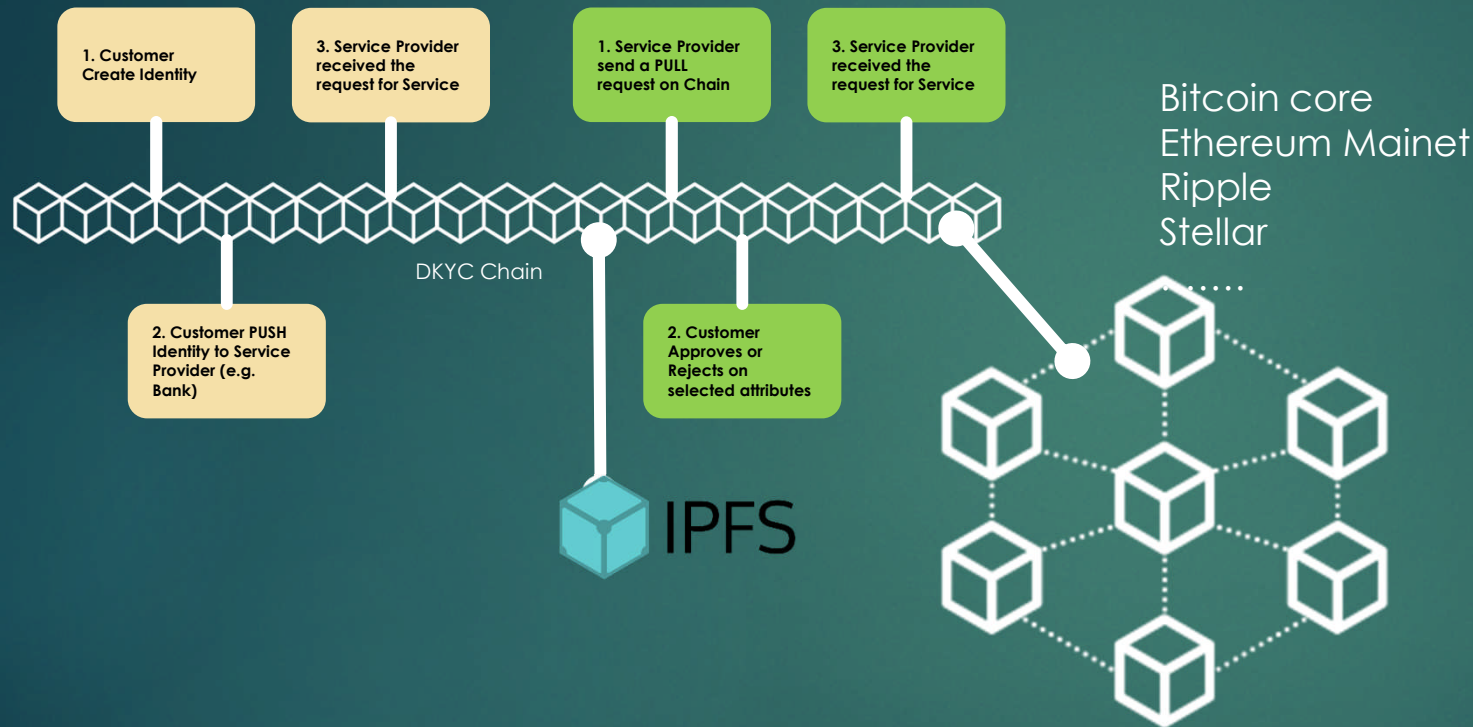
Company	Description
<p>Argos Solution</p>	<p>Argos provides KYC form submission and screening for errors and fraud cases. It also provides checkups on the customer lists with our AML global watch lists and targeted profile investigation and risk leveling. AML report publishing and Whitelist finalization. HQ in South Korea.</p>
<p>KYC-Chain</p>	<p>A B2B managed workflow application that enables organizations to manage their KYC processes for individuals and corporates. It provides a solution to streamline the onboarding process for the customer. Review and process incoming KYC applications by streamlining workflow and automating the screening and verification process. HQ in Hong Kong.</p>
<p>Tradle</p>	<p>KYC on blockchain provider. Aims to build a global trust provisioning network to give retail, wealth, SME and institutional customers of financial institutions access to capital and risk allocation. Uses pre-integrated vendor products such as biometrics, ID scanning, sanctions, and PEPs checkers. HQ in New York.</p>
<p>KYC Legal [</p>	<p>Provides blockchain KYC document verification through a mobile application, and verification of identity and documents with a KYC LEGAL agent. After verification into the blockchain, the user can use the stored data to verify identification for multi-purposes. The application is available for iOS and Android mobile devices. Provides B2B and B2C services. Offices in Berlin, San Francisco, and Moscow.</p>
<p>Confirm</p>	<p>The company's platform uses algorithms and big data analysis to provide data on blockchain transactions and parties. It provides an AML Platform that offers anti-money laundering (AML) products for companies and financial institutions operating in the cryptocurrency ecosystem. Provides an end-to-end know your customer solution covering entities' activity in the crypto ecosystem. HQ in London, UK.</p>

Current KYC Implementations

DKYC – A Decentralize approach



DKYC – Platform & Consensus



Proof of Importance

• Scoring Levels for Individuals

- Witness 50
- Finger Print 100
- National Identity 200
- Passport 300
- Deed 400
-

• Scoring Levels for Corporates

- Witness 100
- Commercial Identity 200
- Partnership Deed 300
- Limited Liability 400
-

Scoring sensitivity would be selected by the **Service Provider** (e.g. banks, stocks etc.) depending on the **Service to Offer**. For example, bank open account with score 50 and lend when the score is greater than 150.

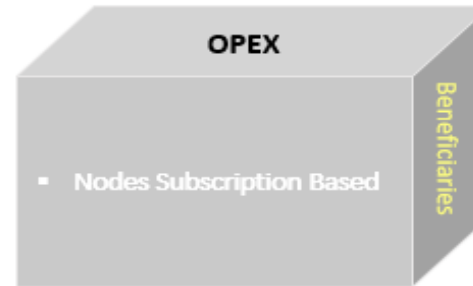
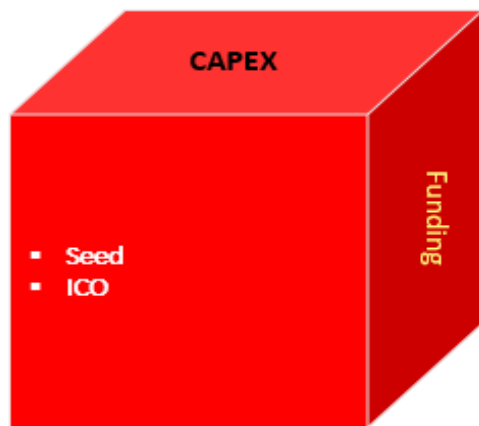
Push
Model

Pull
Model

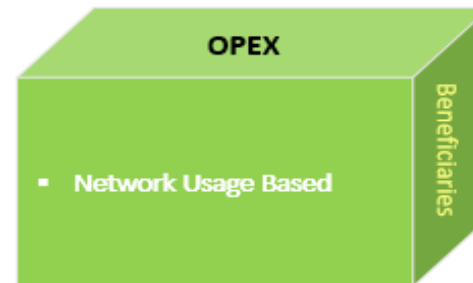
No.	Use Cases Name (Transactions Types)	Requestor	
1	Customer Onboarding Use Case	Customer	
2	Business Onboarding Use Case	Business	
3	Verification Use Case	Any Entity	
4	Risk Notifications Use Case	Customer Business	or
5	Annual Profile Review Use Case	Customer Business	or
6	Retire Record Use Case	Customer Business	or
7	Activate Record Use Case	Customer Business	or
8	Customer Consent Use Case	Customer Business	or

Use Cases

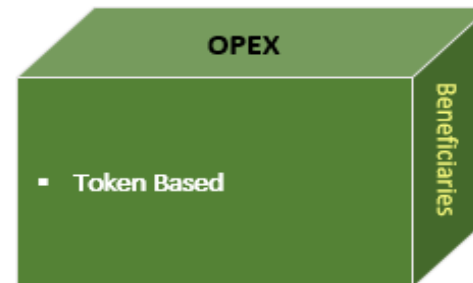
DKYC Business Models



OR



OR





DKYC: to bank the unbanked in
Decentralized manner

Conclusion:

- Initial model to decentralize the KYC in trustless ecosystem
- Open areas for research are fraud protection using artificial intelligence, creating the devices' identity, dApps application models, on-chain/off-chain oracles,



Thank You