

Development of Requirements Specifications using UML and SysML Modelling Languages for Managing Risks and Interoperability within FinTech Systems

Introduction



In the domain of modern finance, FinTech systems play a crucial role, driving innovation and efficiency. However, interoperability challenges pose significant risks to their seamless functioning. This project focuses on exploring effective strategies for managing these risks through the development and implementation of comprehensive requirement specifications.

Security Concerns

Compliance and Regulatory Risks

FinTech Interoperability Risks

Technology and Standards Evolution

Operational Risks

Background

Development of Financial Technology (FinTech) has revolutionised the financial landscape, introducing innovative solutions and digital platforms.

Despite the transformative impact, achieving seamless interoperability among FinTech systems is a notable challenge.

Interoperability plays a pivotal role in facilitating the exchange of data functionalities and communication across diverse financial platforms.

- Interoperability, the ability of diverse FinTech systems to communicate and exchange data seamlessly, is essential for innovation and efficiency.

- Robust interoperability enables faster transactions, enhanced customer experiences, and drives new financial products and services.

- However, a lack of interoperability exposes FinTech systems to security breaches, regulatory non-compliance, and operational delays.



Importance of Interoperability



Potential to streamline FinTech operations by reducing manual workarounds and compatibility delays.

Enhanced security and trust in FinTech systems, protecting both businesses and consumers.

Greater regulatory compliance, minimising legal risks and fostering a healthy FinTech ecosystem.

A foundation for increased innovation, driving the development of new financial services and products.

Problem Statement: Interconnected FinTech systems struggle to minimise risks associated with the communication and exchange of large volumes of data across systems due to the risks and challenges of interoperability.

Degree Title: BSc (Hons) Business Information Technology
Name: Ashanti Chauke
Email: s5313629@bournemouth.ac.uk
Supervisor: Dr. Festus Adedoyin
Supervisor Email: fadedyoin@bournemouth.ac.uk



Aims & Objectives

Aims: Develop and promote effective strategies for managing interoperability risks through comprehensive requirement specification by enhancing the efficiency and security of interconnected FinTech systems

Objectives:

Evaluate the regulatory impact on FinTech interoperability, identifying key compliance requirements.

Analyse interoperability challenges (security, technical, regulatory) in the FinTech ecosystem.

Assess and improve current interoperability standards in the FinTech ecosystem.

Design effective risk management strategies for FinTech interoperability.

Methodology



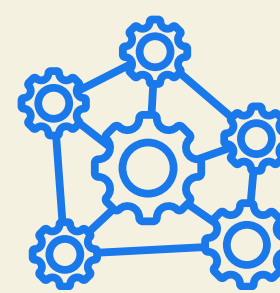
Literature Review and Case Study Analysis

Explore essential interoperability concepts and review existing risk management practices in FinTech



Requirements Specification & Design

Design and develop UML and SysML using thorough requirements, gathered from primary and secondary research tailored for FinTech Systems.



Evaluation

Investigate diverse FinTech ecosystems and analyse rapid technological changes posing challenges to interoperability.



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