



HAWK:AI - EXECUTIVE SUMMARY OF SOC 2 REPORT

Observation Period: April 1, 2023 to July 31, 2023

Auditing Firm: A-Lign

Scope of the Audit

All Common/Security Criteria were applicable to HAWK:AI's Anti-Money Laundering, Fraud- and Financial Crime Prevention Software System

Test Results and Exceptions

Across the 61 applicable control points 299 tests were performed to assess the effectiveness of HAWK:AI's controls. Of those 296 tests,

- 282 tests noted no exceptions
- 12 tests resulted in exceptions*
- 2 tests were not applicable

The 12 exceptions* noted in the tests refer to:

- Acknowledgement of the code of conduct (affecting CC1.1, CC1.5, CC2.2)
- Performance evaluations (affecting CC1.1, CC1.2, CC1.4, CC1.5, CC4.1)
- Employee security awareness training (affecting CC1.4, CC2.2)

(*see Annex 1 for a list of the exceptions)

HAWK:AI's Management acknowledges all reported exceptions and laid out a timeline for their remediation. All reported exceptions will be remediated latest by Q2/2024.

Timeline for the next observation period

HAWK:AI will conduct the next annual re-audit of its Anti-Money Laundering, Fraud- and Financial Crime Prevention Software System in 2024.





Annex 1

Control Points with Exceptions

CC1.1: The entity demonstrates commitment to integrity and ethical values:

- Testing of the control activity disclosed that the code of conduct was not acknowledged for five of five new hire samples.
- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.

CC1.2: The board of directors demonstrates independence from management and exercises oversight of the development and performance of internal control:

- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.

CC1.4: The entity demonstrates a commitment to attract, develop, and retain competent individuals in alignment with objectives:

- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.

CC1.5: The entity holds individuals accountable for their internal control responsibilities in the pursuit of objectives:

- Testing of the control activity disclosed that the code of conduct was not acknowledged for five of five new hire samples.
- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.

CC2.2: The entity internally communicates information, including objectives and responsibilities for internal control necessary to support the functioning of internal control:

- Testing of the control activity disclosed that the code of conduct was not acknowledged for five of five new hire samples.
- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.



- Testing of the control activity disclosed that security awareness training was not completed for three of ten current employees sampled

CC4.1: The entity selects, develops, and performs ongoing and/or separate evaluations to ascertain whether the components of internal control are present and functioning:

- Testing of the control activity disclosed that the code of conduct was not acknowledged for five of five new hire samples.
- Testing of the control activity disclosed that a performance and conduct evaluation was not completed for five of ten current employees sampled.
- Testing of the control activity disclosed that security awareness training was not completed for three of ten current employees sampled