



Establishing the Foundation of AI-Powered Due Diligence

Transforming traditional due diligence into a proactive, strategic cornerstone of organizational integrity through AI

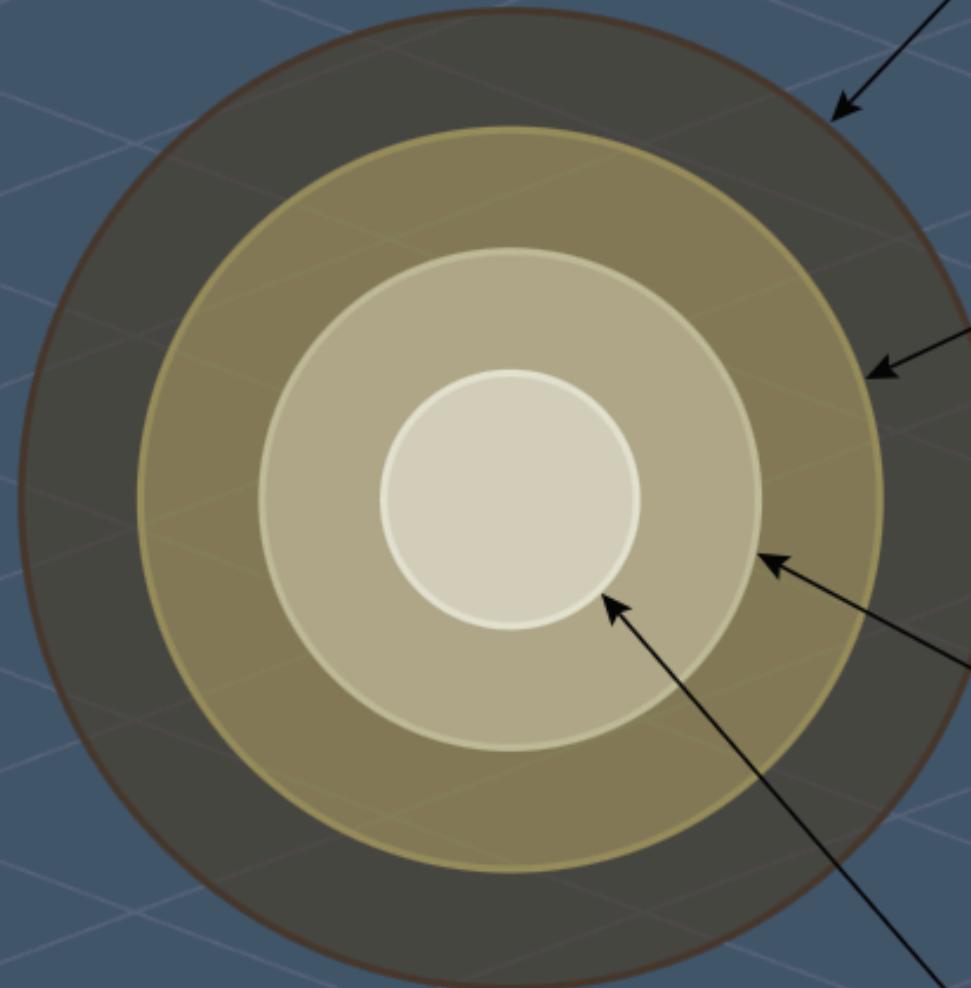


AI ETHICS

Contents

- 1** Introduction
- 2** Foundation & Governance Strategy
- 3** Digital Workflow Design
- 4** Implementation
- 5** Technical Blueprint
- 6** Performance

Limitations of Traditional Due Diligence



1

Time-Consuming Process

Traditional methods often require extensive time for completion.

2

High Costs

Significant financial resources are needed for thorough investigations.

3

Inconsistent Results

Outcomes can vary greatly based on approach taken.

4

Limited Scope

Often overlooks crucial information and insights.

Enhancing The Due Diligence Processes

Through the incorporation of Artificial Intelligence Tools

Streamlined data collection methods.

Utilizing advanced technologies for efficiency.

1

Incorporation of real-time analytics.

Immediate insights for informed decisions.

2

Enhanced collaboration tools.

Facilitating teamwork across departments.

3

Standardized evaluation criteria.

Consistent assessments for all projects.

4

Customized due diligence frameworks.

Tailoring processes to specific needs.

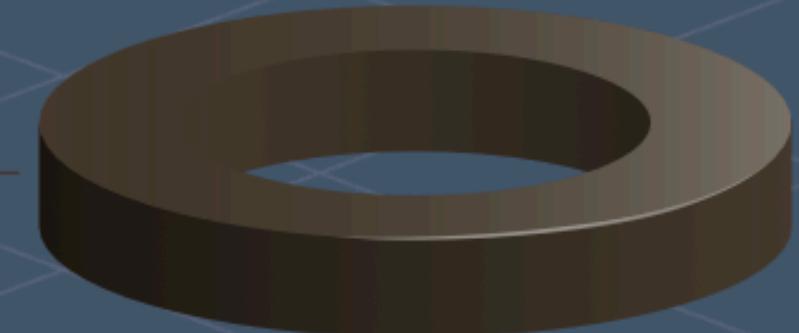
5

Establishing the Foundation

What are the key elements of governance and strategy to align institutional objectives before implementing processes?

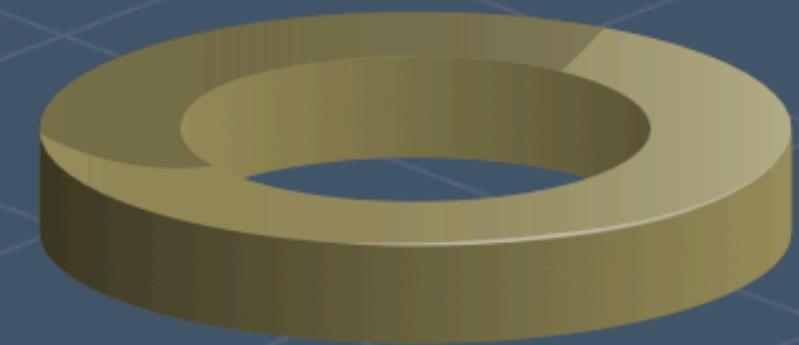
Clear strategic foundation

Essential to set rules and direction before introducing new processes or technologies.



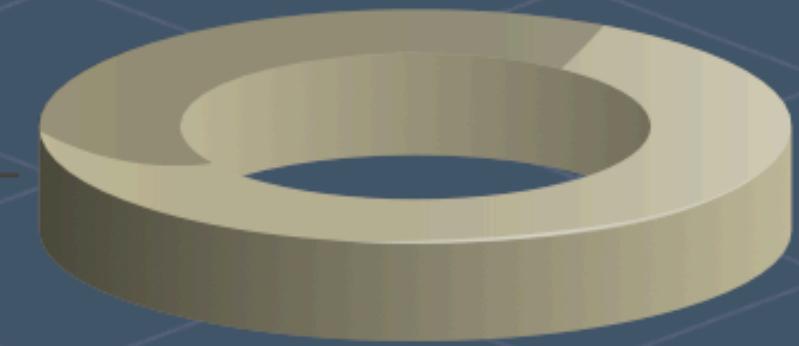
Defined rules of engagement

Establishing governance frameworks ensures consistent and aligned institutional actions.



Institutional alignment

Aligning all departments guarantees cohesive execution of strategies across the institution.



Defining the Institutional Scope

Extending the due diligence framework across all significant stakeholder relationships.

1 Comprehensive Stakeholder Inclusion

The due diligence framework must consider all significant third-party relationships to protect the institution's brand.

2 Philanthropic Engagement

Focus on major donors, foundations, and corporate giving programs as critical components of the institutional landscape.

3 Leadership & Governance

Involve board members, trustees, and advisory council to ensure effective governance within the due diligence framework.

4 Academic Collaborations

Engage corporate research partners and funding entities to enhance academic and research relationships.

5 Public Profile Management

Manage connections with recipients of honorary degrees and high-profile brand ambassadors to uphold the institution's reputation.

Developing the Risk Framework

Evaluating Partnership Risks

Risk Level	Action Required	Documentation	Reputational Concerns
RED FLAG	Reject partnership	Document decision	High risk for reputation
AMBER FLAG	Escalate review	Review by Ethics Committee	Moderate risk
GREEN FLAG	Proceed with engagement	Document the check	Low risk

Establishing Governance: The Ethics & Gift Acceptance Committee

Ensuring Effective Decision-Making Processes

Traditional Approaches

- Individually managed decisions
- Lacks **cross-department collaboration**
- Potential for **isolated choices**
- Limited responsiveness to **escalated cases**

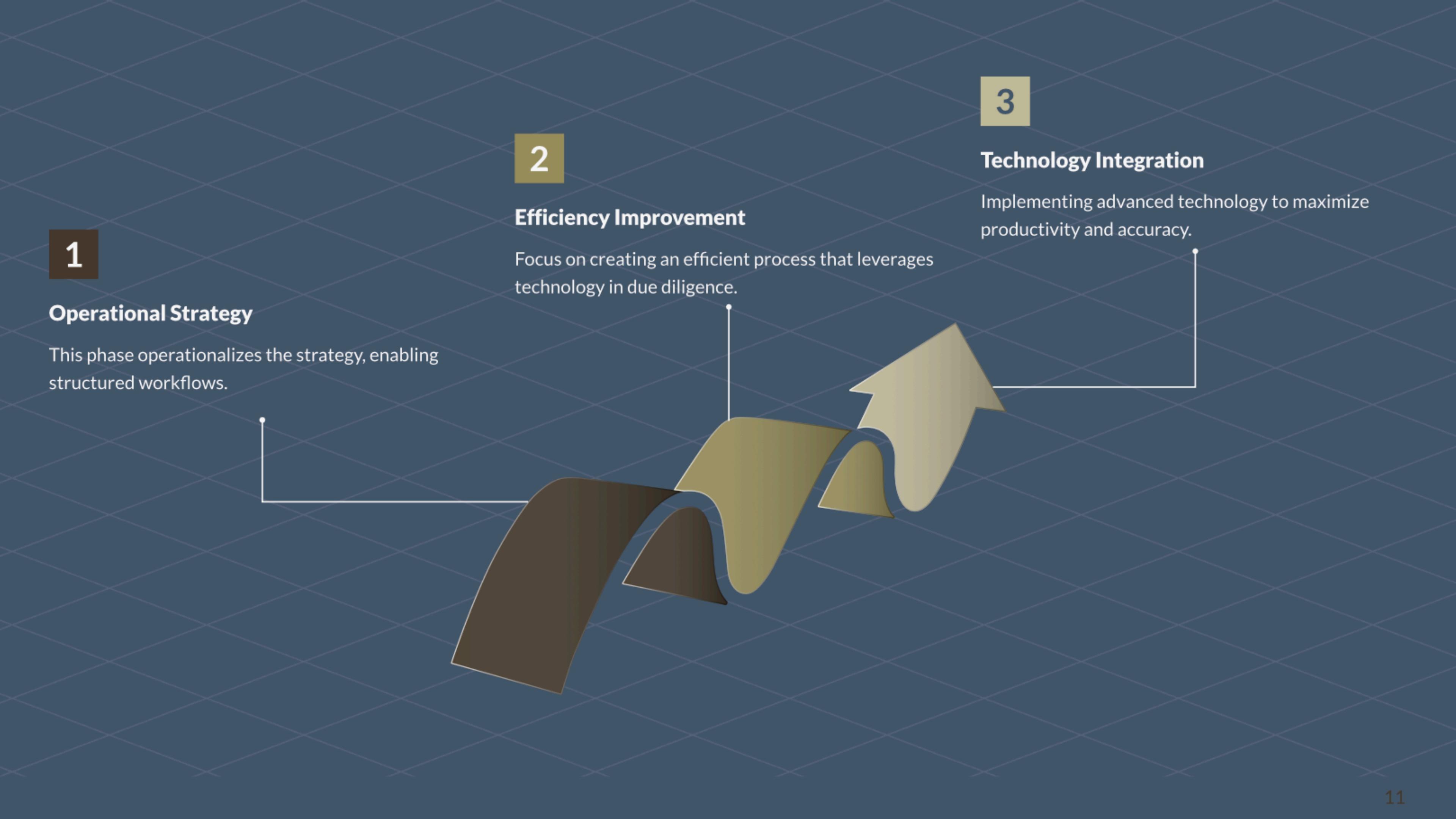
VS

Ethics & Gift Acceptance Committee

- Reviews **high-risk partnerships**
- Composed of **senior representatives**
- Facilitates key **decision-making processes**
- Addresses **Amber Flag cases**

Designing the Workflow

How would the Due Diligence
Process and Technology come
together to make our idea come
to life?



1

Operational Strategy

This phase operationalizes the strategy, enabling structured workflows.

2

Efficiency Improvement

Focus on creating an efficient process that leverages technology in due diligence.

3

Technology Integration

Implementing advanced technology to maximize productivity and accuracy.

A Tiered, Risk-Based Approach

Proportional Due Diligence Efforts Based on Risk Levels



Level 1: Automated Screening

Designed for low-risk situations, using automated tools for initial review.



Level 2: Enhanced Due Diligence

Engages manual checks and analyses for medium-risk cases to ensure thoroughness.



Level 3: Committee Review

Involves in-depth assessments by a committee for high-risk scenarios requiring utmost scrutiny.

R I S K

The AI Due Diligence Engine

Enhancing Research Through Automation



Automates Deep Research

The platform automates extensive research, significantly reducing time and effort for users.



Scans Millions of Sources

It quickly scans through millions of global sources in minutes, ensuring comprehensive coverage.



Key Benefits Overview

Offers speed, depth, rigor, and consistency which are essential for thorough due diligence.

Implementation and Continuous Improvement

How would we embed due diligence into regular organizational culture, as a long term fix to our problems?

Embed process in culture

Integrate due diligence practices into daily operations to ensure consistency and acceptance.

Continuous monitoring

Regularly evaluate procedures to adapt to evolving compliance and risk environments effectively.

Feedback loops

Establish channels for feedback to identify gaps and areas for process improvement promptly.

Training and support

Provide ongoing education and resources to maintain high standards across all teams involved.

Long-term sustainability

Focus on scalable and adaptable practices that sustain due diligence success over time.

Adopting Due Diligence by Design

Embedding due diligence as a core organizational value for proactive governance

1

Early Integration of Due Diligence

Implement automated screening during initial prospect research to ensure compliance from the start.

2

Dynamic Monitoring with AI

Leverage AI to refresh due diligence reports annually or in response to key events for up-to-date insights.

Securing Buy-In Through Education

Key strategies for collaboration and leadership support in digital implementation



Demonstrate digital process value

Training highlights how the digital workflow acts as an enabler for operational success.



Leadership endorsement critical

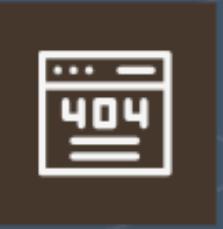
Visible and active support from institutional leaders is essential to secure collaboration.



Technical Blueprint

What Makes the Architecture
Secure, Scalable, and Smart?

1



The platform is built as a **modular system** to enhance **security, scalability, and adaptability**.

2



Emphasis on high-level **security protocols** to safeguard sensitive data throughout the due diligence process.

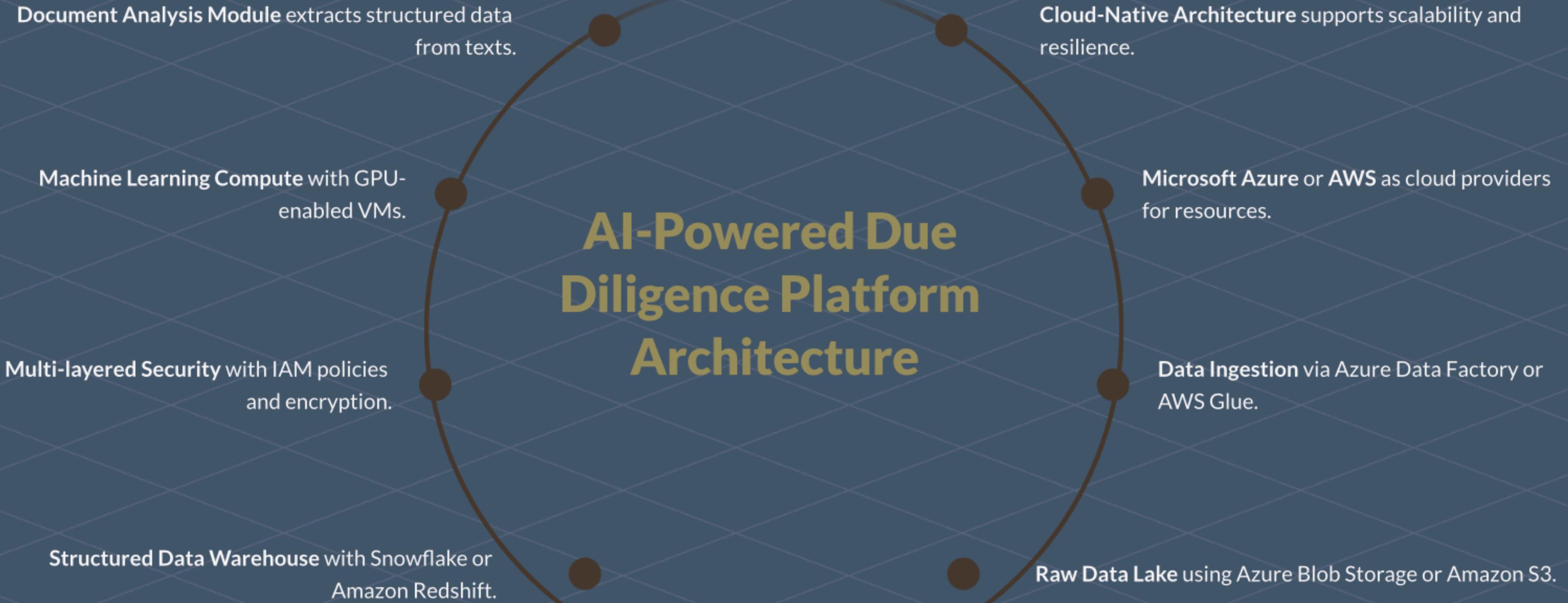
3



Continuous Improvement

Designed for ongoing **improvements**, ensuring that the platform evolves with the latest **AI advancements**.

AI-Powered Due Diligence Platform Architecture



Key Performance Indicators(KPIs)

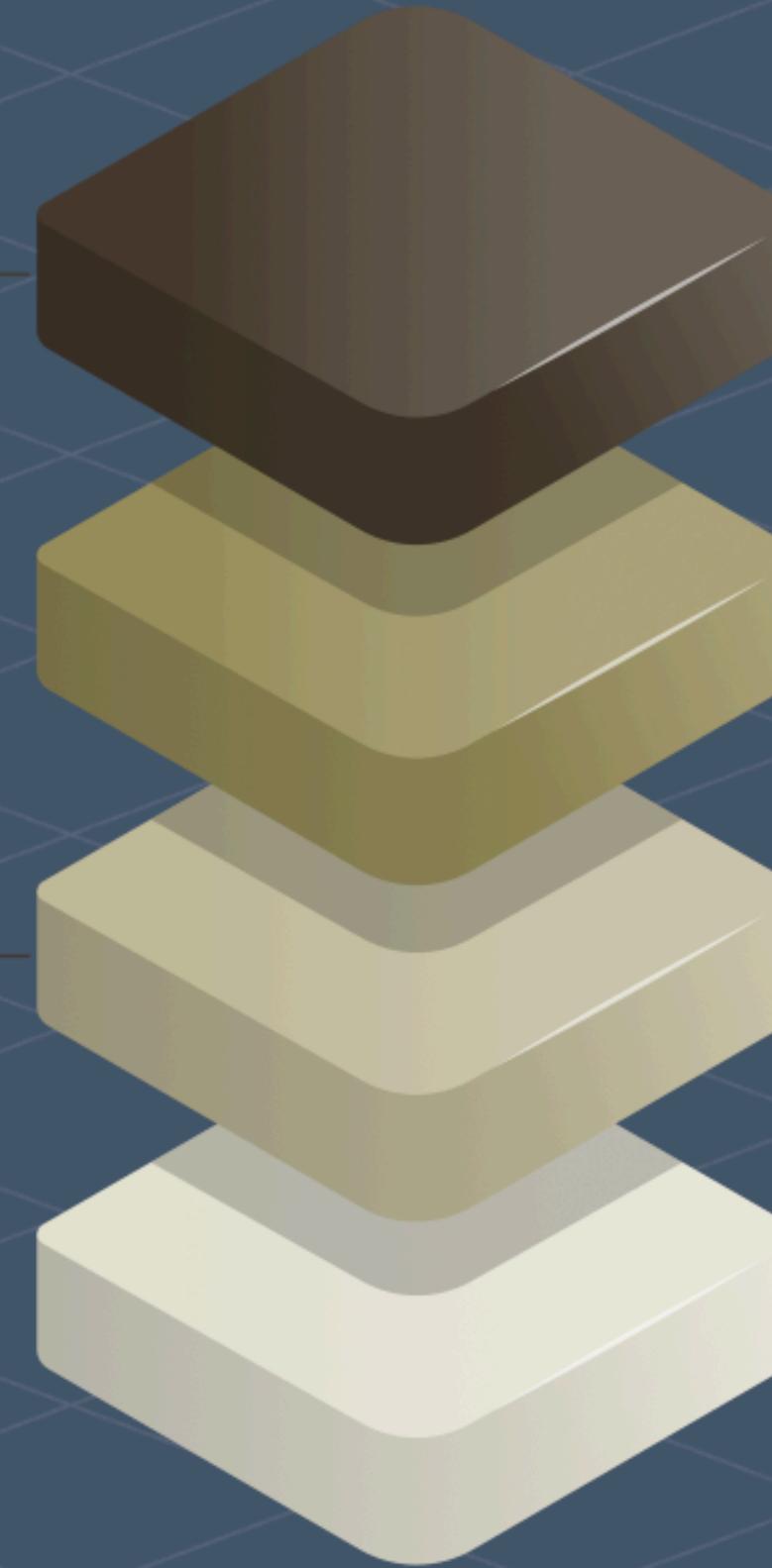
How would we measure the
success of our Platform?

Operational Efficiency KPIs

Average Due Diligence Cycle and Automation Rate measure how efficiently the AI platform operates.

User Adoption Rate

Percentage of stakeholders actively using the platform, indicating overall engagement.



Risk Management KPIs

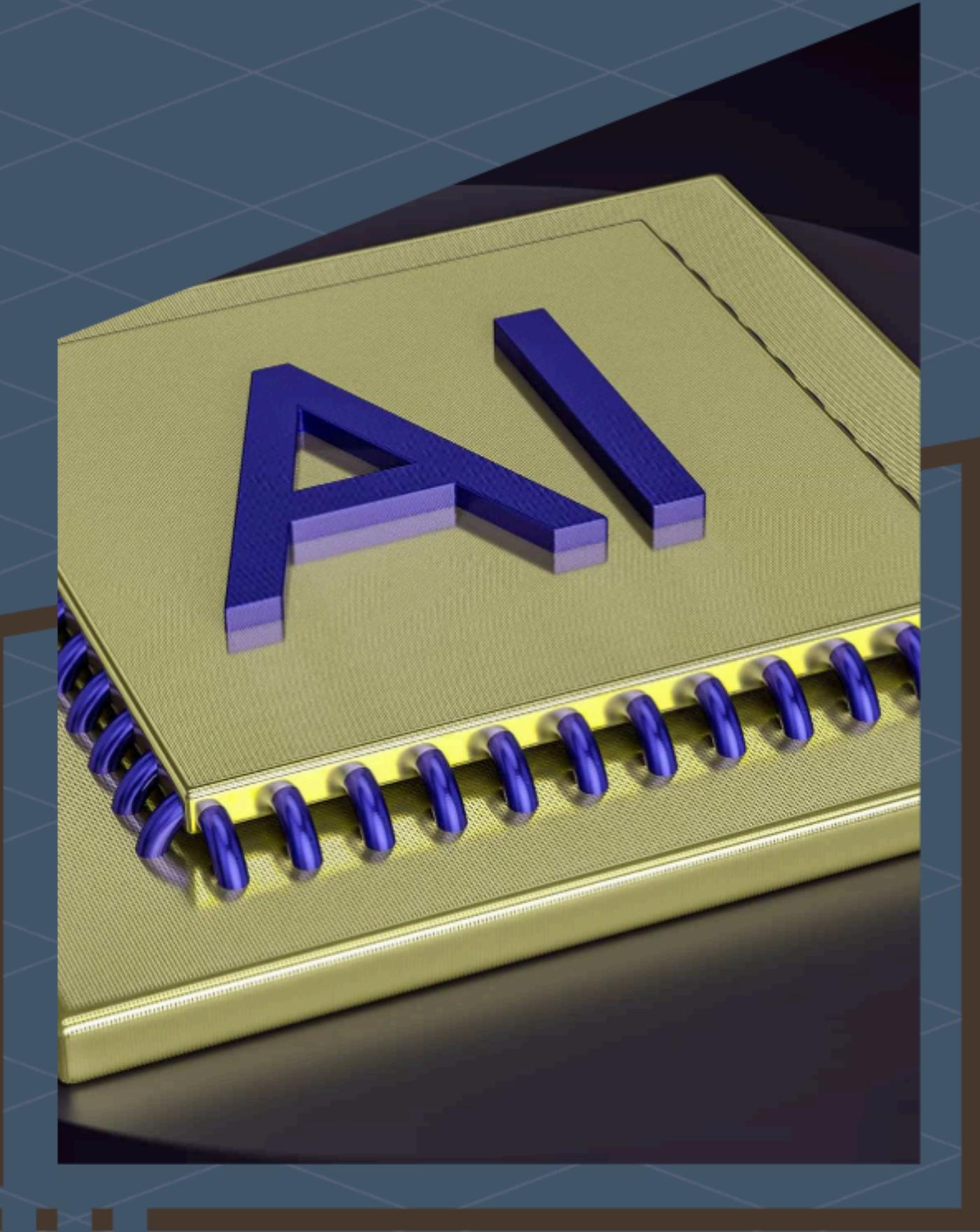
Reduction in Undetected Risks and Accuracy of AI Flagging track the platform's effectiveness in managing risks.

User Satisfaction Score

Regular surveys conducted to measure and analyze user satisfaction levels.

Call to Action: Embrace AI in Due Diligence

To ensure a successful transition to an AI-powered due diligence process, organizations should focus on key strategies: optimize training programs, secure leadership support, and implement ongoing evaluations to assess the system's effectiveness.



“

**I would like to thank Mr.
Sumeet Kumar Mittal,
my project mentor at
EY, for his guidance
throughout the
Internship period.**

Devansh Bansal

Thank You!

