Due diligence checklist: AML/CTF Act (AUSTRAC)

Anti-Money Laundering and Counter-Terrorism Financing Act 2006. AUSTRAC, Australia.

Regime	AML/CTF Act (AUSTRAC)
Regulator	AUSTRAC
Country	Australia
Regulator's page	https://www.austrac.gov.au/business/core-guidance
Prepared	9 November 2026
Current version	https://www.vederca.com/market-scan/due-diligence/au-aml

What it is

Reporting entities keep customer identification, monitoring and AUSTRAC reporting in step with the Act and Rules.

Who it applies to

Applies to every financial institution in Australia, when procuring financial crime and fraud, payments, core banking, digital banking.

What to ask a vendor, and the evidence to request

#	Ask the vendor for	Evidence to request	Received
1	Customer identification and verification that meets the AML/CTF Rules	The identification and verification methods supported, the rules they follow, and the record kept for each check.	
2	Suspicious matter, threshold transaction and international funds transfer reporting to AUSTRAC	The hosting regions and a data flow description naming every country data is stored in or processed from, and the transfer mechanism for anything leaving the country.	
3	Seven-year record keeping for transactions and identification	The retention schedule showing how long records are kept, where, and how they are retrieved for the institution or a regulator.	

In every case

- A named contact at the vendor responsible for this regime, and how the vendor tracks changes to it.
- Which named customers the vendor already serves under this regime, as references you may call.

This checklist is a starting point for a procurement team, not legal advice. Read it with the regulator's own page, your institution's policies and your legal and risk teams; the regime may have changed since the date on this document.

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