**VERIFIABLE TRAINING TOPIC 1 FOR JARED**

**Topic 1 – Anti-Money Laundering (1.5 hours)**

***VIDEO 1A***

*True or false questions*

Questions:

Read the following statements and decide whether they are true or false.

1. The Department of Internal Affairs (DIA) is responsible for supervising real estate agents as ‘reporting entities’, ensuring compliance with statutory obligations under the AML/CFT Act.

True

1. The DIA is the only supervisory body designated under the AML/CFT Act.

False

1. The functions of a supervisor are solely to monitor the reporting entities for compliance with the AML/CFT Act and regulations.

FalsE

1. The supervisor is required to provide guidance to the reporting entities it supervises.

True

1. A supervisor is required to investigate reporting entities it supervises and enforce compliance with the AML/CFT Act and regulations.

True

1. The AML/CFT Act provides supervisors with all the powers necessary to carry out its function.

True

1. An AML/CFT supervisor may, at any reasonable time, enter and remain at any place (other than a dwellinghouse or a marae) for the purpose of conducting an on-site inspection of a reporting entity.

True

***VIDEO 1B***

*Text box question:*

Complete the following details of your COMPLIANCE OFFICER here:

Name:

Contact details:

***VIDEO 1C***

*True or false questions*

Questions:

Read the following statements and decide whether they are true or false.

1. The Risk Assessment must be in writing.

True

1. The AML/CFT programme must be in writing.

True

1. The key issue to remember regarding record keeping is the ability to reconstruct the transaction after the fact.

True

1. Reporting entities are required to engage an auditor and ensure an audit of their risk assessment and AML/CFT programme is conducted annually.

False

***VIDEO 1D***

*True or false questions*

Questions:

Read the following statements and decide whether they are true or false.

1. A customer as defined in section 5(1) of the AML/CFT Act means the client as defined in section 4(1) of the Real Estate Agents Act.

True

1. An existing customer means – a customer who is in a business relationship prior to the AML/CFT Act applying to the reporting entity

True

1. Customer Due Diligence is specified under two categories:
   * Standard customer due diligence (refer section 14)
   * Enhanced customer due diligence (refer section 22)

False

1. A licensee will not be required to undertake another CDD on a ‘repeat’ customer unless you have reasons to doubt the adequacy or veracity of the information previously obtained.

True

***VIDEO 1E***

*True or false questions*

Questions:

Read the following statements and decide whether they are true or false.

1. A The AML/CFT Act requires all reporting entities to undertake customer due diligence.

True

1. There are four categories of customer due diligence.

False

1. Simplified Customer Due Diligence applies primarily to state sector government departments, or a company whose equity securities are publicly listed in New Zealand or on an overseas stock exchange that has sufficient disclosure requirements.

True

1. When a reporting entity’s customer is a trust, whether a discretionary trust or a charitable trust, an enhanced customer due diligence must be undertaken.

True

***VIDEO 1F***

*Circle question – course book only*

Please answer in your downloaded booklet:

1. What transaction or activity triggers the requirement to submit a SAR?

Circle all that apply.

a. Transactions d. Proposed transactions  
b. Services e. Proposed services  
c. Inquiries f. Proposed enquiries

Answer:

a. Transactions d. Proposed transactions  
b. Services e. Proposed services  
c. Inquiries f. Proposed enquiries

***VIDEO 1G***

*True or false questions*

Questions:

Read the following statements and decide whether they are true or false.

1. A Prescribed Transaction Report (PTR) is required if a licensee receives an international wire transfer over NZD1,000 in to the trust account.

True

1. If a licensee receives physical cash of less than NZD10,000 they must report this to the FIU as a Prescribed Transaction Report (PTR).

False

***VIDEO 1H***