

# AI-00783 Large Money Transfer vs AML Guidance

👤 Owner	Ⓜ Rigel Arcayan
⋮ Tags	Investing
🕒 Created time	@March 5, 2024 9:05 PM

**List the guidelines for transferring large amount of deposit to a siblings account without violating the AML laws.**

Here are some guidelines to follow when transferring a large amount of money to your sibling's account without violating AML laws:

- **Source of Funds:** Be prepared to explain the legitimate source of the funds you are transferring. This could be inheritance, a gift from another family member, a sale of an asset, or your own income.
- **Reporting Threshold:** In many countries, financial institutions are required to report transactions exceeding a certain amount (often \$10,000 USD or equivalent). Be aware of the reporting threshold in your jurisdiction. If the amount is close to the reporting threshold, consider splitting the transfer into smaller deposits spread over time.
- **Paper Trail:** Maintain documentation to support the source of the funds. This could be receipts, contracts, bank statements, or a signed gift letter from you.
- **Relationship with Sibling:** The transfer should be a legitimate gift or loan between siblings. Avoid structuring the transaction in a way to circumvent reporting requirements (e.g., breaking the transfer into smaller deposits).

**Important Note:** These are just general guidelines, and AML laws can vary depending on your location. If you are unsure about anything, it is always best to consult with your bank or a financial advisor to ensure you are following the correct procedures.

Here are some additional tips:

- **Be upfront with your bank:** Inform them about the large transfer and explain the source of the funds.
- **Consider a wire transfer:** A wire transfer can provide a clear audit trail for the transaction.
- **Document the transfer:** Keep a copy of the transfer receipt or confirmation for your records.

By following these guidelines, you can help ensure that your transfer is completed smoothly and in compliance with AML laws.