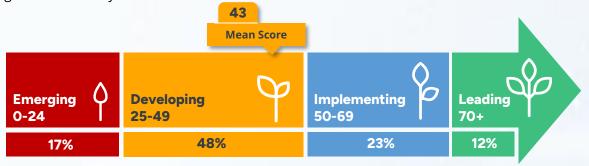
Australian Responsible Al Index 2025 Executive Summary

Tracking Responsible Al Adoption

The Australian Responsible AI Index, sponsored by the National Artificial Intelligence Centre (NAIC), provides an in-depth analysis of how Australian organisations are adopting and implementing Responsible AI (RAI) practices. Now in its fourth iteration, the 2025 Index has been updated to align with Australia's Voluntary AI Safety Standard (VAISS), tracking the maturity of AI systems across the 10 guardrails that underpin safe and responsible AI deployment.

Overview

The Index is based on a comprehensive survey of 418 AI decision makers who are responsible for the development and deployment of AI systems within their organisations. The mean Responsible AI Index score for Australian-based organisations is 43 out of 100, representing a one-point decline from the previous year. Encouragingly, more organisations are advancing to the leading stage of RAI maturity.



The Index groups organisations into four maturity levels based on their adoption of RAI practices:



Emerging

17% of organisations, +1% from 2024

Minimal implementation (4-5 practices on average); lacking oversight, leadership support, and knowledge. Early in the journey with limited responsible Al practices and minimal oversight.



Developing

48% of organisations, unchanged from 2024

Partial progress (11-12 practices implemented on average); introducing initiatives to improve transparency, explainability, and contestability. Making headway with responsible AI, developing some practices, but momentum is building.



Implementing

23% of organisations, -5% from 2024

Broader implementation (18-19 practices on average); focus on customer and employee engagement, auditing processes, ethical implications, data protection, and security. Actively implementing responsible AI with frameworks and maturity.



Leading

12% of organisations, +4% from 2024

Extensive RAI adoption (32-33 practices implemented on average); business leadership driving AI strategy, ensuring accountability, and strategic oversight. Pioneers of responsible AI, scaling AI at pace with best-in-class practices.







Experience Drives Maturity and Trust

A fundamental finding of the 2025 Index is that **experience and scale are key enablers of trust and maturity** in Al governance. Organisations with more than four years of Al experience achieve an average RAI score of 54, compared to just 42 for those with less than four years. This substantial 12-point maturity gap demonstrates how time in market contributes to stronger governance, risk management, and ethical Al capabilities.



Organisational size also plays a critical role in RAI maturity. The largest organisations (1,000+ employees) lead with an average RAI score of 47, whilst medium size organisations (20–99 employees) trail at 40. This 7-point gap suggests that larger organisations possess greater resources, infrastructure, and strategic alignment to support extensive implementation of responsible AI frameworks, highlighting the need for SME-friendly alternative approaches to VAISS implementation.

The Confidence-Implementation Gap: A Critical Finding

The most significant discovery of the 2025 Index is a notable gap between organisations' self-assessed performance across the VAISS guardrails and their actual implementation of the responsible AI practices that underpin them. This gap is most pronounced in:

Confidence % High Confidence	Confidence- Implementation Gap	Implementation % Implemented
Human control mechanisms 58	Human Oversight 35%	23% Implemented specific oversight and control measures
Rigorous testing and validation Ongoing monitoring and auditing 56	Monitoring	Conducted regular rigorous testing Implemented ongoing auditing mechanisms
Clearly defining leadership accountability Ensuring sufficient resources & training	Governance	 25% Established clearly designated roles with responsibility 24% Required training for developers and deployers
Clear explanations & contest mechanisms 57	© Contestability 27%	30% Set up recourse mechanisms

This gap suggests many organisations can explain what their AI does but lack the governance structures to ensure it operates responsibly, which is a concerning disconnect that poses significant risks as AI deployment scales.

Sophisticated Risk Management Emerges

The research reveals that organisations using Al for higher-risk applications - such as recruitment, legal compliance, and customer personalisation - are appropriately matching these with stronger responsible Al capabilities. Organisations utilising high-risk use cases (scoring 6+ on the risk assessment framework) achieve an average RAI score of 58, compared to 34 for very low-risk organisations, demonstrating mature risk management approaches that enable safe deployment of complex use cases.



Implementation Priorities Show Technical-Governance Divide

The most implemented RAI practices continue to focus on technical documentation rather than governance accountability:





This pattern indicates organisations prioritise technical explainability over fundamental governance structures, which is a concerning trend that VAISS guardrails are designed to address.

Strategic Priorities Reveal Foundational Focus

Looking ahead, Australian organisations are prioritising foundational VAISS guardrails, with strongest focus on:



Notably, there is lower priority given to stakeholder-facing guardrails such as contestability mechanisms (19%) and engagement initiatives (18%), suggesting organisations are strengthening internal frameworks before addressing external transparency requirements.

Value Gained from Al Standards & Guidelines

Organisations who have implemented AI standards are reaping the rewards, experiencing increased operational and cost efficiencies, reduced risk and greater innovation and competitive advantages. This is particularly prominent among Leading organisations:



Leading organisations implementing AI standards and guidelines achieve these outcomes at nearly triple the rate of Emerging players, demonstrating standard's effectiveness in driving both responsible practices and superior business results.

Al Delivers Strong Business Outcomes

Al is delivering strongest results in operational efficiency and data-driven decision making, with organisations fully achieving significant productivity gains:



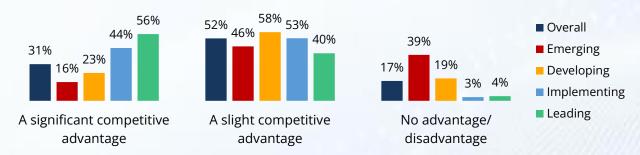
However, around one fifth of organisations are yet to achieve meaningful outcomes in revenue generation, suggesting untapped potential in this area.

making

Competitive Advantage of Responsible Al

productivity

The recognition that adopting RAI practices can enhance business competitiveness continues to increase. Organisations continue to see the competitive advantages of implementing AI responsibly.



Future Outlook

The evidence from the 2025 Index is clear. Responsible AI isn't just about compliance; it's about building the foundation for sustainable AI-driven growth. As Australia develops its national AI capability, organisations must bridge the confidence-implementation gap by translating their self-assessed capabilities into concrete, measurable practices aligned with the VAISS guardrails. This requires recognising that maturity develops through experience and that different organisational contexts demand flexible yet robust approaches to responsible AI governance.



Responsible Al Resources

RAI Self-Assessment Tool: This tool provides organisations with their RAI score benchmarked against industry peers, and generates tailored, high-level guidance to help them understand how to move forward in their RAI journey.

Voluntary AI Safety Standard (VAISS): Access for a guide on responsible AI implementation.

The National Al Centre (NAIC) has a range of resources, events and news to support your Al journey.

Download the full **Australian RAI Index 2025** report here.

engagement