

Crown Resorts Limited Board Meeting: 16 June 2020

Summary of Crown Perth Board Meeting

PART A: FINANCIAL RESULTS

The Board was advised that it was costing just over \$250,000 per day (~\$8m per month) whilst we remain in shut down with those costs expected to rise in June due to an increase in staff been stood back up to assist with re-commissioning the business and to work in the small number of food and beverage outlets that have recently opened.

JobKeeper continues to be received by approximately 3,800 Crown Perth staff.

PART B: COVID-19 Matters

The Board received a detailed update on COVID-19 matters, similar to that included at Agenda Item 5.2.

- The reopening conditions are unknown at this stage, however there had been very positive engagement with Government, the Commissioner for Police and the Chief Medical Officer;
- A number of restaurants opened recently which resulted in 300 staff being stood back up;
- Crown has established a Hardship Fund and Jobs Network to support and assist staff;
- Crown's relationship with the United Workers Union has shifted somewhat since the Union moved to a national approach, as opposed to a State based approach. Management is continuing to engage with the Union in a positive manner;
- The WA Regulator has indicated that it would assist Crown where possible in its reopening commissioning activities; and
- Detailed plans have been developed to assist with the orderly reopening when restrictions were eased.

PART C: REGULATORY AND GOVERNANCE UPDATE

In addition to a number of updates consistent with those set out at Agenda Item 9, the Board received an update on the work that the AML team has been undertaking during the shutdown period, specifically noting Crown's response to AUSTRAC's draft Junket Risk Assessment.

The Minister for Racing and Gaming has provided the necessary Ministerial Approvals to facilitate the creation of a mortgage over Crown Perth's hotel assets in order for Crown Resorts Limited to meet its minimum liquidity requirements as a result of the COVID-19 impact.

Progressing the gaming table cashless initiative at Crown Perth has been a priority, subject to the approval of the Crown Resorts Board, particularly due to the community move away from the use of cash as a result of the COVID-19 pandemic.

PART D: OTHER MATTERS

The Government has approached Crown to possibly assist with the proposed AFL Hub at Crown Perth (similar to the arrangement currently in place at Palm Meadows and Royal Pines on the Gold Coast. Crown has indicated that it is positively disposed to assist and will provide accommodation at Crown Promenade should the Hub be developed in Perth.

The Board reviewed the Delegations Policy and Audit Department Charter and did not recommend that any changes be implemented at this stage. The Burswood Nominees Limited Board will now consider approving the Policy and Charter.

The Board considered and recommended to the Burswood Nominees Limited Board to ratify the ANZ AML Compliance Certificate signed by Ken Barton and Joshua Preston, certifying that Crown Melbourne has adopted and maintains an AML/CTF Program in compliance with AML/CTF legislation.