



MINUTES
CROWN MELBOURNE LIMITED AUDIT COMMITTEE
HELD AT THE CHAIRMAN'S OFFICE, LEVEL 3, CROWN TOWERS
THURSDAY 30 JANUARY 2020
10:00AM

IN ATTENDANCE

Committee: Ms Toni Korsanos (Chair)
 Prof. John Horvath
 Mr Ken Barton

Mr Joshua Preston (Secretary)

By Invitation: Mr Alan McGregor (CFO Australian Resorts)
 Ms Mary Manos (General Counsel Crown Resorts)
 Ms Anne Siegers (GGM Risk & Audit Crown Resorts)
 Mr Michael Collins (Ernst & Young)
 Mr Justin Law (Ernst & Young)

Apologies Mr Barry Felstead (CEO Australian Resorts)
 Mr John Alexander

The meeting opened at 10:00 am.

Minutes of Meeting The Minutes of the meeting held on 20 November 2019 were approved subject to minor adjustments proposed by the Chair.

Matters Arising: At the last meeting, Ms Siegers was asked to consider reporting and potential duplications with group audits. It was agreed that Ms Siegers would liaise with Ms Korsanos to discuss this matter further, with an update to be provided at the next Committee meeting.

Internal Audit Report Ms Siegers presented the Internal Audit Report: November 2019 – January 2020 which was taken as read.

Ms Siegers noted for the Committee's information that the internal audit framework had been enhanced over the past 12 months, and in particular the overall report rating of internal audits is now calculated based on the number audit findings. In the past, the report rating was a subjective assessment. As a result, the comparison of report ratings from prior internal audits to new internal audits may not be comparable, although with time there will be better alignment between comparative audits.

Ms Korsanos noted in particular the importance of the Internal Control Statement (ICS) audits, which tested the effectiveness of regulator-approved procedures, and the improved overall report ratings of certain ICS audits.

Ms Korsanos noted the upcoming external review of the internal audit framework, and the value in obtaining an external assessment of its