

From: Marshall, Caroline
Sent: Fri, 19 Feb 2021 15:51:04 +1100
To: Kerrigan, Christopher;Sherwood, Simon
Cc: Haig, Peter
Subject: RE: Crown - new engagement [Allens-File-DMS.FID2034257]

Hi Chris and Simon,

I have just had a call back from Neil.

A summary of our call is below:

- Neil's team has started looking at the bank statements we sent through this week, and he will be in a position to provide an oral update on their initial findings on Monday or Tuesday. He is currently available to provide that update on Monday between 1-4pm or any time on Tuesday. I'll pop some time in our calendars when everyone is free.
- He says his review is hampered by the fact he has no access to SYCO. He noted he would need that data to be able to come to a final conclusion as to whether there was anything untoward in the bank accounts, but he can opine on the controls now. He anticipates Deloitte will require SYCO access very early on as well. His suggestion to expedite Deloitte's review is to ask Crown to provide a dedicated SYCO resource to pull SYCO reports in real time. He did not think we would be successful in getting Deloitte access to SYCO directly, because all three regulators (ILGA, VCGLR and WRGL) would have to consent to it.
- His preliminary review has already identified a number of potential cash deposits but he anticipates that the logs will show the return of those funds. We have just received that data and will send it on to him shortly.
- Neil also noted that he is waiting to receive an email from us with the exact scope of the current engagement as well as a list of all the controls he should be looking at (ie no cash deposits, no third party transfers (or cash deposits), etc.) He said he would not be in a position to provide an update on transaction monitoring controls by next week, but he would be able to assess the others.

In terms of next steps, I will send him the returned funds logs now (as soon as I have them back from ILS) and will draft an email on proposed scope for the review. On his request for higher fees, I'm guessing we have to run that by the Crown team but that can probably wait until Monday?

Happy to discuss if you have any questions.

Best,

Caroline

Caroline Marshall
Senior Associate, Allens

REDACTED

From: Neil Jeans <REDACTED>
Sent: Friday, 19 February 2021 3:04 PM
To: Sherwood, Simon <REDACTED>
Cc: Marshall, Caroline <REDACTED> Haig, Peter <REDACTED>
Kerrigan, Christophe <REDACTED>
Subject: RE: Crown - new engagement [Allens-File-DMS.FID2034257]

Hi Simon

Thanks for this – I'll prepare an engagement letter over the weekend

However, I intended to have a conversation re hourly rates – we heavily discounted our standard rates (25% - 30%) because the initial engagement was limited.

As the ongoing scope is broader and likely to be more involved, I propose applying our standard rates of \$450 for me and \$400 for the SME's per hour.

Happy to discuss with you and or Nick

Best

Neil

Neil Jeans
Principal - Initialism Pty Ltd

**Level 8, 90 Collins Street,
Melbourne, Victoria, 3000
Australia**

M - REDACTED
P - REDACTED
E - REDACTED
W www.initialism.com.au



NOTICE

This e-mail and any attachments are intended for the addressee(s) only and may be confidential. They may contain legally privileged or copyright material.

You should not read, copy, use or disclose them without authorisation. If you are not the intended recipient please contact the sender as soon as possible by return e-mail and then please delete both messages.

This notice should not be removed.

From: Sherwood, Simon REDACTED
Sent: Friday, 19 February 2021 1:34 PM
To: Neil Jeans REDACTED
Cc: Marshall, Caroline REDACTED; Haig, Peter REDACTED
Kerrigan, Christophe REDACTED
Subject: Crown - new engagement [Allens-File-DMS.FID2034257]

Privileged and Confidential

Dear Neil,

Thank you for your time earlier in the week. As discussed, we would like to engage you on behalf of Crown to provide advice and support regarding AML/CTF matters for purposes of us providing legal advice to Crown in relation to at the least the following matters:

- implementation of the Crown Joint AML/CTF Program;
- data and information inputs used or that may be required to be used in the Transaction Monitoring Program; and
- Crown's engagement with various regulatory bodies, including the NSW Independent Liquor and Gaming Authority.

We propose that the engagement be on the same terms as your previous engagement by Minter Ellison on behalf of Crown, save that the services to be provided would be described in the following terms:

Allens hereby engages Initialism to provide AML/CTF professional advisory services for the purpose of Allens advising its client Crown Resorts Limited.

Initialism will provide advice and support regarding AML/CTF matters as instructed by Allens. The matters may include but not be limited to:

- *Implementation of the Crown Joint AML/CTF Program;*
- *Reviewing the data and information inputs used or that may be required to be used in the Transaction Monitoring Program; and*
- *Providing all other professional advisory services related to the above matters as requested by Allens.*

Subject to any questions or comments that you have, we would be grateful if you could provide us with a draft engagement letter covering the proposed services set out above.

Regards

Simon Sherwood

Managing Associate, Allens

REDACTED

www.allens.com.au

Allens > < Linklaters

Follow Allens



Allens is an independent partnership operating in alliance with Linklaters LLP.

This email is confidential and may be subject to legal or other professional privilege. It is also subject to copyright. If you have received it in error, confidentiality and privilege are not waived and you must not disclose or use the information in it. Please notify the sender by return email and delete it from your system. Any personal information in this email must be handled in accordance with the Privacy Act 1988 (Cth).

Website: <http://www.allens.com.au> | Office locations: <https://www.allens.com.au/offices> | Partner contacts: <http://www.allens.com.au/experts>
