

Can you explain to me why Waawidji was paid by GLALC in the 2010/2011 financial year?---Because GLALC never had a bank account.

THE COMMISSIONER: GLALC?---Oh sorry, I'm sorry, GMS never had a bank account at that point in time.

MR FITZPATRICK: I'm sorry but this isn't a bank statement, this is cash disbursements journal?---That's what I'm saying is - - -

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So GMS wouldn't have had a cash disbursements journal?---Unless they had a bank account there was no money in it to pay Mr Johnson.

THE COMMISSIONER: Sorry, is this, is this stuck, GFF didn't have a bank account, neither did GMS?---GMS may have, I can't recall. GMS may have a bank account, but there was no, no at that time GMS were not providing any services to other entities, they were still in the, you know, signing off period. It didn't have money to pay.

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So do you say that, that, that the GLALC could go into all the trouble of setting up these separate entities by way of lodging records with ASIC and things of that nature, nominating a member being Ms Cronan and, and yet at the same time none of them had bank accounts? Is that what happened? They were set up without bank accounts?---No, initially when, when the companies were set up in 2010 I think, they were set up for, as a special purpose (Not Transcribable) - - -

Yes, I know that, I know that?---Yes.

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My question was do you mean to say that when they were set up, when they were registered as companies with ASIC, when Ms Cronan was chosen as the only member, when the corporate structures were set up, are you telling the Commission that these separate entities did not have bank accounts?---I think you're, you're, you are getting too incorrectly.

No I'm just asking for a simple answer to a simple question?---Mrs Cronan wasn't - - -

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I'm not interested in Mrs Cronan, I want to know when they were set up as corporate entities where they set up without bank accounts?---Correct.

Right. Third go, thank you.

MR FITZPATRICK: So from an accounting perspective the cash disbursements ledger shows GLALC making the payments which are GMS's to make under GMS's contract with Waawidji?---Correct, yes.