

**SONY FOUNDATION AUSTRALIA LIMITED
TRUSTEE OF
SONY FOUNDATION AUSTRALIA TRUST
AND
SONY FOUNDATION CHILDREN'S
CAMP CHARITABLE TRUST**

ABN 33 086 967 222

Annual Directors' (Trustees') Report and Financial Report

For the year ended 30 June 2022

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Sony Foundation Australia Limited

Directors' (Trustees') Report

For the year ended 30 June 2022

The directors of Sony Foundation Australia Limited, as "trustees" of Sony Foundation Australia Trust ("foundation") and Sony Foundation Children's Camp Charitable Trust, present the financial statements for the year ended 30 June 2022.

This financial report covers the operations of Sony Foundation Australia Trust and Sony Foundation Children's Camp Charitable Trust (the "foundations") as a consolidated entity with the Trustee.

1. Directors

The following persons held office as directors of the trustee during the financial year and up to the date of this report, unless otherwise stated, as detailed below:

C O'Connor (Chair)	M Fennessy (resigned 31 October 2022)
S Basil-Jones	M Fuller (resigned 27 April 2022)
G Fialho	D Rosengren
Y Otsuki	L Barrett (appointed 14 February 2022)
D Eales (resigned 14 September 2021)	V Picken (appointed 31 October 2022)

2. Information on Directors

Director	Qualifications and experience
C O'Connor (Chair)	Chief Executive Officer, oOh! Media
S Basil-Jones	Executive Vice President Australia, New Zealand & Northern Asia, Sony Pictures Releasing
G Fialho	General Manager, Sony Interactive Entertainment Australia & New Zealand
Y Otsuki	Managing Director, Sony Australia and New Zealand
D Eales	Head of Global Transformation, News Corp
M Fennessy	AM, Chairman, Helium Ltd
M Fuller	APM, Commissioner, NSW Police Force
D Rosengren	MBBS, FACEM, Senior Staff Specialist Emergency Physician and Executive Director, Royal Brisbane and Women's Hospital
L Barrett	Managing Director National Sales, News Corp
V Picken	Chair and CEO, Sony Music Entertainment, Australia and New Zealand

3. Directors' attendance at meetings

During the year there were Board meetings held.

	Number Eligible	Number Attended
C O'Connor (Chair)	3	3
S Basil-Jones	3	3
G Fialho	3	3
Y Otsuki	3	3
D Eales	0	0
M Fennessy	3	1
M Fuller	2	1
D Rosengren	3	3
L Barrett	1	1
V Picken	0	0

4. Principal activities

The principal activity of the Foundations are to undertake charitable fundraising activities and accept donations from businesses and the public at large. With those funds the Foundation provides a unique contribution to the development of the Australian community by supporting and assisting its youth and fostering their talents. This is an aggregated representation of both Sony Foundation Australia Trust and Sony Foundation Children's Camp Charitable Trust.

5. Future developments

The Foundations are expected to continue its fundraising activities, raising money for its charitable programs through donations from fundraising events, the public and corporate sponsors.

Directors' (Trustees') Report (continued)

For the year ended 30 June 2022

6. Place of business

The Foundations are limited by guarantee, incorporated and domiciled in Australia. In the event of the Foundations being wound up, the liability of each member is limited to \$1. Its registered office and principal place of business are:

Registered office: 11-19 Hargrave Street, East Sydney, NSW 2010
Principal place of business: 11-19 Hargrave Street, East Sydney, NSW 2010

7. Matters subsequent to the end of the financial year

No matters or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect:

- (a) the Foundations' operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Foundations' state of affairs in future financial years.

The trustees are not aware of any other matter or circumstance not otherwise dealt with in the financial statements that has significantly or may significantly affect the operations of the Foundations in subsequent financial years.

8. Changes in the state of affairs

The COVID-19 outbreak was declared a pandemic by the World Health Organisation in March 2020. The outbreak and the response of the Government in dealing with the pandemic is impacting general activity levels within the community and the economy. Following the COVID-19 outbreak, the Foundation continued to deliver projects and programs to support vulnerable young Australians and also work to mitigate negative impact by developing new fundraising opportunities.

Subsequent to the reporting period, there has not been any significant changes with regard to charitable programs and projects, and Sony Foundation has been able to ensure that all prior funding commitments have been met. As circumstances remain unprecedented and restrictions on events and large gatherings remain a restraint on fundraising, Sony Foundation continues to pay close attention to potential implications of the pandemic and the impact on operations, which may include disruptions to future fundraising, the availability of employees and commitments to future projects.

There have been no other significant changes in the state of affairs of the Foundation during the year.

9. Review of operations

The net deficit of the Foundations for the financial year was \$4,219 (2021: net deficit of \$721,819) and was determined after:

	2022 \$	2021 \$
Donations from Corporate Partners and Sony Members Companies	160,207	163,076
Wharf 4 Ward	1,442,631	6,550
River 4 Ward	543,448	19,900
Brissy 4 Ward	6,600	97,509
You Can Campaign	1,003,971	887,860
Bushfire Appeal	-	530,022
Drought Relief	-	-
Other Fundraising Income	175,613	403,479
Interest income	7,768	16,746
Volunteer services	118,682	243,039
Total income	3,458,920	2,368,181
Less:		
Fundraising expenses/outgoings	992,477	483,087
Outgoings to unrelated parties	44,709	11,732
Donation to Youth off the Streets	148,000	150,000
Donation to Schools for Holiday Camps	255,142	142,819
Donation to Talent Development Project	30,000	30,000
Donation to The Royal Women's Hospital Foundation VIC	96,000	95,000
Donation to The Royal Hospital for Women Foundation NSW	-	100,000
Donation to Peter MacCallum Cancer Centre	-	50,470
Donation to Musicians Making a Difference	140,000	200,000
Donation to Tour de Cure	932,588	500,000
Donation to Police Citizens Youth Clubs (PCYC) NSW	-	60,420
Donation to Backtrack Youth Works	180,601	200,430
Donation to Rural Aid	-	279,003
Donation to Chris O'Brien Lifehouse	500,000	500,000
Donation to Metro North Hospital & Health Services	-	44,000
Bad debts expense	24,940	-
Other expenses	118,682	243,039
Total expenses	3,463,139	3,090,000
Net Deficit	(4,219)	(721,819)

Sony Foundation Australia Limited

Directors' (Trustees') Report (continued)

For the year ended 30 June 2022

10. Taxation

Sony Foundation Australia Limited, as trustee of each of the foundations, has been endorsed as an income tax exempt entity under Subdivision 50-B of the Income Tax Assessment Act 1997 by the Commissioner of Taxation.

11. Dividends

As the Foundations are the charity under its constitution no dividends will ever be declared or paid.

12. Environmental regulation

The directors do not believe that the Foundation is subject to any specific environmental regulations.

13. Insurance of officers

During the financial year, a related entity, Sony Australia Limited, paid premiums to insure certain officers of the Foundations under its Association Liability Insurance policy, a blanket policy covering assets, directors and officers and employment practices for volunteers and staff.

The officers of the Foundations covered by the insurance policy are the directors and senior management team.

The liabilities insured include costs and expenses that may be incurred by defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Foundation.

14. Auditor

PricewaterhouseCoopers continues in office as auditors of the Foundation.

15. Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 60-40 of the *Australian Charities and Not-for-profit Commission (ACNC) Act 2012* is set out on page 6.

The report is made in accordance with a resolution of the directors of the trustee.



V Picken
Director



Y Otsuki
Director

30 March 2023
Sydney



Auditor's Independence Declaration

As lead auditor for the audit of Sony Foundation Australia Limited for the year ended 30 June 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Sony Foundation Australia Limited and the entities it controlled during the period.


Jason Hayes
Partner
PricewaterhouseCoopers

Sydney
30 March 2023

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Sony Foundation Australia Limited

Statement of Comprehensive Income

For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
Revenue from continuing operations	2, 7	3,458,920	2,368,181
Distribution to You Can Centres	7	(500,000)	(544,000)
Distribution to other charities	7	(1,782,331)	(1,808,142)
Fund raising expenses	7	(992,477)	(483,087)
Other expenses		<u>(188,331)</u>	<u>(254,771)</u>
Net Deficit before income tax	7	(4,219)	(721,819)
Income tax expense		<u>-</u>	<u>-</u>
Net Deficit after income tax	7	<u>(4,219)</u>	<u>(721,819)</u>
Other comprehensive income for the year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive Income/(Deficit) for the year	7	<u>(4,219)</u>	<u>(721,819)</u>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying commentary and notes.

Sony Foundation Australia Limited

Balance Sheet

As at 30 June 2022

	Notes	2022 \$	2021 \$
Current assets			
Cash and cash equivalents	3	2,637,723	3,358,292
Receivables	4	1,469,184	653,715
Other assets		33,601	26,689
Total current assets		4,140,511	4,138,696
Total assets		4,140,511	4,138,696
Current liabilities			
Payables	5	245,010	24,904
Deferred income		50,600	264,672
Contract liabilities		-	-
Other current liabilities		-	-
Total current liabilities		295,610	289,576
Total liabilities		295,610	289,576
Net assets		3,844,901	3,849,120
Beneficiaries' Funds			
Retained surplus	8	3,844,901	3,849,120
Net Beneficiaries' Funds		3,844,901	3,849,120

The above Balance Sheet should be read in conjunction with the accompanying commentary and notes.

Sony Foundation Australia Limited

Statement of Changes in Equity

For the year ended 30 June 2022

	Notes	Retained surplus	Net Beneficiaries' Funds
		\$	\$
Balance at 30 June 2020	8	<u>4,570,939</u>	<u>4,570,939</u>
Deficit for the year, net of tax		(721,819)	(721,819)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive loss for the year		<u>(721,819)</u>	<u>(721,819)</u>
Balance at 30 June 2021		<u>3,849,120</u>	<u>3,849,120</u>
Profit for the year, net of tax		(4,219)	(4,219)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive profit for the year		<u>(4,219)</u>	<u>(4,219)</u>
Balance at 30 June 2022	8	<u>3,844,901</u>	<u>3,844,903</u>

The above Statement of Changes in Equity should be read in conjunction with the accompanying commentary and notes.

Sony Foundation Australia Limited

Cash Flow Statement

For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
Cash flows from operating activities			
Cash receipts from donations, grants income and other sources (inclusive of goods and services tax where applicable)		2,460,235	2,045,676
Payments to suppliers (inclusive of goods and services tax)		(1,165,943)	(611,638)
Payments of donations and grants made by the Foundation (exclusive of goods and services tax)		(2,121,331)	(2,352,141)
Net cash outflow from operating activities		(827,039)	(918,103)
Cash flows from investing activities			
Interest received		6,470	20,041
Net cash inflow from investing activities		6,470	20,041
Net decrease in cash held		(820,569)	(898,062)
Cash at the beginning of the financial year		3,458,292	4,356,354
Cash at the end of the financial year	3	2,637,723	3,458,292

The above Cash Flow Statement should be read in conjunction with the accompanying commentary and notes.

Notes to the Financial Statements

For the year ended 30 June 2022

The financial statements were authorised for issue by the directors on 30 March 2023. The directors have the power to amend and reissue the financial statements.

1. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for Sony Foundation Australia Trust and Sony Foundation Children's Camp Charitable Trust as a consolidated entity with the Trustee.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and interpretations issued by the Australian Accounting Standards Board and the *Australian Charities and Not-for-Profit Commission (ACNC) Act 2012*. Sony Foundation Australia Limited is a not for-profit entity for the purpose of preparing the financial statements. The Foundation is limited by guarantee, incorporated and domiciled in Australia. In the event of the Foundation being wound up, the liability of each member is limited to \$1. The financial report is presented in the Australian currency.

(i) Compliance with Australian Accounting Standards – Simplified Disclosure Requirements

The financial statements of Sony Foundation Australia Limited comply with Australian Accounting Standards – Simplified Disclosures as issued by the Australian Accounting Standards Board (AASB).

(ii) New and amended standards adopted by the Foundation

The Foundation has applied the following standards and amendments for first time in their annual reporting period commencing 1 July 2021. The following standards have been identified as relevant on adoption and in future periods:

- AASB 2020-8 Amendments to Australian Accounting Standards – Interest Rate Benchmark Reform Phase 2 [AASB 4, AASB 7, AASB 9, AASB 16 and AASB 139]
- AASB 2020-9 Amendments to Australian Accounting Standards – Tier 2 Disclosures: Interest Rate Benchmark Reform (Phase 2) and Other Amendments [AASB 1060]

All other standards and amendments to standards issued by the AASB that are mandatory for the first time in the reporting period commenced 1 July 2021 are not expected to materially affect the amounts recognised in the prior, current or future periods.

The Foundation has also elected to adopt the following standards and amendments early:

- AASB 2020-3 Amendments to Australian Accounting Standards – Annual Improvements 2018-2020 and Other Amendments [AASB 1, AASB 3, AASB 9, AASB 116, AASB 137 and AASB 141]

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

(iii) New and amended standards and interpretations not yet adopted by the Foundation

There are no issued standards that are not yet effective that are expected to have a material impact on Foundation in the current or future financial years and on foreseeable future transactions.

(iv) Historical cost convention

These financial statements have been prepared under the historical cost convention.

(v) Critical accounting estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. There are no areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

(b) Principles of consolidation

(i) Trusts

The Trusts (Sony Foundation Australia Trust and Sony Foundation Children's Camp Charitable Trust) are all entities over which the Trustee (Sony Foundation Australia Limited) has control. The Trustee controls an entity when the Trustee is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. The Trusts are fully consolidated from the date on which control is transferred to the Trustee. They are deconsolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between the Trusts and the Trustees are eliminated. Unrealised loss are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies have been changed where necessary to ensure compliance with policies adopted by the Trusts and the Trustee.

(c) Revenue recognition

(i) Revenue

The AASB 1058 clarifies and simplifies the income recognition requirements that apply to not-for-profit (NFP) entities, in conjunction with AASB 15 Revenue from Contracts with Customers. Revenue from contracts with customers is recognised using a five step approach to depict the transfer of promised goods or services to customers. It is measured at the transaction price specified in the contract. Revenue also excludes any taxes collected on behalf of third parties.

The following five steps are applied to determine revenue is recognised:

1. Identify the contract with a customer
2. Identify the separate performance obligations in the contract
3. Determine the transaction price
4. Allocate the transaction price to the separate performance obligations in the contract
5. Recognise revenue when (or as) the Foundation satisfies its performance obligations.

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

1. Summary of significant accounting policies (continued)

(c) Revenue recognition (continued)

The Foundation recognises revenue under AASB 1058 or AASB 15 as appropriate. In cases where there is an enforceable contract with a customer with sufficiently specific performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied. Performance obligations that have not been satisfied at the reporting date are recognised as deferred revenue.

Operating revenue comprises amounts received from fundraising events & activities, membership subscriptions and donations. Fundraising revenue is recognised on an accrual basis and is recognised as per below:

Events income

Events sales (such as Wharf4Ward, River4Ward, Brissy4Ward and other events alike), include ticket fees for tables and seats to be purchased for the fundraising charity lunch, where performance obligations are satisfied on the day of the event are recognised as the event occurs (point in time). Charity auction sales include the proceeds from the sale of auction items provided by airlines, hotels and media partners; performance obligations are satisfied when the right to the auction item has been transferred to the purchasing entity.

Corporate Partnership income

Annual membership subscription contracts with sponsoring businesses are recognised where sufficiently specific performance obligations are satisfied (point in time). Amounts where the performance obligation is not sufficiently specific and/or consideration is significantly less than the fair value of the asset, the revenue is recognised immediately under AASB 1058.

Donations

Donations are accounted for on a cash basis, which includes staff and public donations, as well as cash pledges at events held (point in time).

(ii) Volunteer services received

Volunteer services in the form of professional and rental services have been elected by the Foundation for revenue recognition under AASB 1058, only when the services have been provided and the amounts can be measured reliably (point in time).

(iii) Interest revenue

Interest revenue is recognised as it accrues.

The Foundation has applied judgement in determining the period that it expects to satisfy its performance obligations in relation to recognition corporate partnership income, volunteer services, and principal and agent distinction in recognising auction income. The Foundation conduct all fundraising activities as principal rather than agent except where there were agreements in place for the Foundation to pay the relevant auction proceeds for certain auction items donated by those charities. In those cases, the Foundation was acting as a fundraising agent rather than principal.

(d) Income tax

The Foundation is a public benevolent institution. For the current year it has been exempted from the payment of income tax by the Australian Taxation Office. This exemption is to be reviewed annually.

(e) Receivables

All receivables are recognised at the amounts receivable as they are due for settlement no more than 30 days from the date of recognition.

(f) Financial risk management

The activities of the Foundation expose it to minimal financial risks. The main risk is credit risk. The Foundation targets large, reputable companies for sponsorships which the Foundation has a good relationship with.

The Foundation has 2 types of financial assets that are subject to AASB 9's expected credit loss model:

- trade receivables
- receivables from related parties

Trade receivables:

The Foundation applies the AASB 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. The Foundation uses the incumbent process for calculating the loss allowances on trade receivables. Management believes that the incumbent approach to the loss allowance calculation is in accordance with AASB 9 and allows the recognition of the lifetime expected credit losses at every reporting date. As such there has been no change to the impairment of trade receivables due to the implementation of AASB 9.

Receivables from related parties:

Receivables from related parties at amortised cost are considered to be low risk, and therefore the impairment provision is determined as 12 months expected credit losses. Applying the expected credit risk model resulted in no material recognition of a loss allowance in the current financial period.

Sony Foundation Australia Limited

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

(g) Payables

These amounts represent liabilities for goods and services provided to the Foundation prior to the end of the financial year and which are unpaid. The amounts are unsecured and are paid within 30 days of recognition.

(h) Cash and cash equivalents

For purposes of the cash flow statement, cash includes deposits at call which are readily convertible to cash on hand and are subject to an insignificant risk of change in value.

(i) Goods and Services Tax (GST)

Receivables and payables are stated inclusive of the amount of GST receivable or payable where applicable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the balance sheet.

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

	2022	2021
	\$	\$
2. Revenue		
<i>From continuing operations:</i>		
Donations	160,207	163,076
Fundraising activities	2,168,292	1,057,460
You Can Campaign	1,003,971	887,860
	<u>3,332,470</u>	<u>2,108,396</u>
<i>Other revenue:</i>		
Volunteer services	118,682	243,039
Interest	7,768	16,746
	<u>126,450</u>	<u>259,785</u>
Total revenue	<u><u>3,458,920</u></u>	<u><u>2,368,181</u></u>
3. Cash and cash equivalents assets (current)		
Cash at bank and on hand	1,238,028	863,418
Deposit at call	1,399,695	2,594,874
	<u>2,637,723</u>	<u>3,458,292</u>
The weighted average interest rate in 2022 was 0.53% (2021: 0.63%).		
4. Receivables (current)		
Trade receivables	1,362,537	602,575
Related party receivables	106,350	51,140
GST Receivable	297	-
	<u>1,469,184</u>	<u>653,715</u>
(a) Fair value and credit risk		
Due to the short-term nature of these receivables, their carrying amount is assumed to approximate their fair value.		
The credit risk on each class of receivables mentioned above is the carrying amount. There is no security over receivables.		
5. Payables (current)		
Trade payables	230,160	-
Related party payables	14,850	1,900
GST payable	-	23,004
	<u>245,010</u>	<u>24,904</u>

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

	2022 \$	2021 \$
6. Information and declarations to be furnished under the Charitable Fundraising Act 1991		
Gross proceeds from fundraising appeals:		
Wharf 4 Ward	1,442,631	6,550
River 4 Ward	543,448	19,900
Brissy 4 Ward	6,600	97,509
You Can Campaign	1,003,971	887,860
Bushfire Appeal	-	530,022
Drought Relief	-	-
Other fundraising events	175,612	403,479
Total proceeds	3,172,262	1,945,320
Costs from fundraising appeals:		
Wharf 4 Ward	323,687	1,134
River 4 Ward	217,104	-
Brissy 4 Ward	375	741
You Can Campaign	447,203	445,818
John Eales Lunch	-	101
Other fundraising costs	4,107	7,506
Total costs	992,476	455,300
Net surplus obtained from fundraising appeals	2,179,786	1,490,020
Add/(less) income/(expenses) not related to fundraising and auctions:		
Corporate Partners	128,936	103,963
Donations from Sony companies	9,631	24,445
Public donations	17,683	4,824
City2Surf donations	3,957	2,057
Interest income	7,768	16,746
Volunteer services	118,682	243,039
Children's Camp	(26,899)	(377)
Operational expenses	(42,750)	(11,355)
Other expenses	(118,682)	(243,039)
Total	98,326	140,303
Funds available for distribution	2,278,112	1,630,323
Funds distributed to You Can Centres	(500,000)	(544,000)
Funds distributed to other charities	(1,782,331)	(1,808,142)
Profit/(Deficit) for the financial year	(4,219)	(721,819)
Comparison by monetary figures and percentages	%	%
Total cost of fundraising/gross income from fundraising	31.29%	23.40%
Net surplus from fundraising/gross income from fundraising	68.71%	76.60%
Total cost of services provided/total expenditure	34.10%	23.19%
Total cost of services provided/gross income received	34.14%	30.34%

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

	2022 \$	2021 \$
7. Detailed income and expenditure for the financial year		
<i>Income:</i>		
Donations	160,207	163,076
Fundraising activities	3,172,263	1,945,320
Volunteer services	118,682	243,039
Interest income	7,768	16,746
Total income	3,458,920	2,368,181
<i>Expenditure:</i>		
Bank charges	5,295	1,115
Fundraising expenses/Corporate and Charity Partners	992,477	483,087
Communication/Promotional material	9,924	9,476
Children's Holidays camps	26,899	377
Sundry expense	2,591	764
Bad debts expense	24,940	-
Other expenses	118,682	243,039
Distribution to You Can Centres	500,000	544,000
Distribution to other charities	1,782,331	1,808,142
Total expenditure	3,463,139	3,090,000
Operating Profit/(Deficit)	(4,219)	(721,819)
8. Beneficiaries' funds		
Total members funds at the beginning of the financial year	3,849,120	4,570,939
Operating Profit - current year	(4,219)	(721,819)
Total beneficiaries funds at the end of the financial year	3,844,901	3,849,120
9. Key management personnel disclosures		
No key management personnel of the trustee of the Foundation received, or was due to receive, remuneration, directly or indirectly, from the Foundation in 2022 (2021: Nil).		
10. Remuneration of auditors		
The audit of the Foundation is carried out on a pro-bono basis as agreed between the parties.		
11. Related parties		
The following directors held office as a director of the Foundation during the year ended 30 June 2022.		
C O'Connor (Chair)	M Fennessy (resigned 31 October 2022)	
S Basil-Jones	M Fuller (resigned 27 April 2022)	
G Fialho	D Rosengren	
Y Otsuki	L Barrett (appointed 14 February 2022)	
D Eales (resigned 14 September 2021)		
No remuneration was received or receivable by the directors of the Foundation as disclosed in Note 9 to the financial statements.		
The following companies are related parties of the Foundation:		
Sony Music Publishing (Australia) Pty Limited		
Sony Australia Limited		
Sony DADC Australia Pty Limited		
Sony Europe B.V.		
Sony Interactive Entertainment Australia Pty Limited		
Sony Music Entertainment Australia Pty Ltd		
Sony Pictures Releasing Pty Limited		
Sony Pictures Television Pty Ltd		
Universal Sony Pictures Home Entertainment Australia Pty Limited		

Notes to the Financial Statements (continued)

For the year ended 30 June 2022

11. Related parties (continued)

a) Transactions with other related parties

The following transactions occurred with related parties:

	2022	2021
	\$	\$
Revenue		
Donations	30,772	24,687
Fundraising activities	165,309	694,505
Others	-	-
	<u>196,081</u>	<u>719,192</u>
Expenditure		
Fundraising expenses/Corporate and Charity Partners	480,519	399,050
Administrative expenses	3,236	4,083
	<u>483,755</u>	<u>403,133</u>

b) Outstanding balances arising from sales/purchases of goods and services

The following balances are outstanding at the end of the reporting period in relation to transactions with related parties:

	2022	2021
	\$	\$
Current receivable		
Other related parties	106,350	51,140
Current payables (Reimbursement)		
Other related parties	80,132	1,900

c) Terms and conditions

All transactions with related parties were made on normal commercial terms and conditions and at market rates.

12. Matters subsequent to the end of the financial year

Except as disclosed in note 15, no matters or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect:

- (a) the Foundation's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Foundation's state of affairs in future financial years.

The trustees are not aware of any other matter or circumstance not otherwise dealt with in the financial statements that has significantly or may significantly affect the operations of the Foundations in subsequent financial years.

13. Segment information

The principal activity of the Foundations are to act as a charitable institution within Australia.

14. Commitments for expenditure

	2022	2021
	\$	\$
Within one year	1,608,000	1,822,400
Later than one year but not later than five years	35,000	60,700
Later than five years	-	-
	<u>1,643,000</u>	<u>1,883,100</u>

The above balance comprises of contractual donation commitments not recognised as a liability as at 30 June 2022. The majority of the commitments due within one year relate to the You Can Centre in Sydney and the You Can Stay program in operation around Australia.

15. COVID-19 impact

The COVID-19 outbreak was declared a pandemic by the World Health Organisation in March 2020. The outbreak and the response of the Governments in dealing with the pandemic is impacting general activity levels within the community and the economy. Following the COVID-19 outbreak, the Foundation continued to deliver projects and programs to support vulnerable young Australians and also work to mitigate negative impact by developing new fundraising opportunities.

Subsequent to the reporting period, there has not been any significant changes with regard to charitable programs and projects, and Sony Foundation has been able to ensure that all prior funding commitments have been met. As circumstances remain unprecedented and restrictions on events and large gatherings remain a restraint on fundraising, Sony Foundation continues to pay close attention to potential implications of the pandemic and the impact on operations, which may include disruptions to future fundraising, the availability of employees and commitments to future projects.

Sony Foundation Australia Limited

Directors' (Trustees') Declaration

In the trustees' opinion:

- (a) the financial statements and notes set out on pages 7 to 17 are in accordance with the *Australian Charities and Not-for-Profit Commission (ACNC) Act 2012*, including:
 - (i) complying with Accounting Standards, the Australian Charities and Not-for-Profit Commission (ACNC) Act 2012 and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Foundations' financial position as at 30 June 2022 and of its performance for the financial year ended on that date, and
- (b) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable, and
- (c) the provisions of the *NSW Charitable Fundraising Act 1991* and the regulations under that Act and the conditions attached to the fundraising authority have been complied with for the year ended 30 June 2022.

This declaration is made in accordance with a resolution of the directors.



V Picken
Director



Y Otsuki
Director

30 March 2023
Sydney



Independent auditor's report

To the members of Sony Foundation Australia Limited

Our qualified opinion

In our opinion, except for the possible effects of the matter[s] described in the *Basis for qualified opinion* section of our report, the accompanying financial report of Sony Foundation Australia Limited (the Company) and its controlled entities (together the Foundations) is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

- (a) giving a true and fair view of the Foundations' financial position as at 30 June 2022 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

What we have audited

The Foundations' financial report comprises:

- the balance sheet as at 30 June 2022
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include significant accounting policies and other explanatory information
- the directors' (trustees') declaration.

Basis for qualified opinion

Cash from donations and other fundraising activities are a significant source of revenue for the Foundations. The directors have determined that it is impracticable to establish control over the collection of revenue from these sources prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from cash donations and other fundraising activities was limited, our audit procedures with respect to revenue from these sources had to be restricted to the amounts recorded in the Foundations' financial records. As a result, we are unable to express an opinion as to whether revenue from cash donations and other fundraising activities is complete.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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Independence

We are independent of the Foundations in accordance with the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Other information

The directors of the Company (the directors), being also trustees of the controlled entities are responsible for the other information. The other information comprises the information included in the Annual Directors' (Trustees') Report and Financial Report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors (trustees) for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Foundations to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Foundations or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf. This description forms part of our auditor's report.



Report on the Requirements of the NSW Charitable Fundraising Act 1991 and the NSW Charitable Fundraising Regulation 2021

We have audited the financial report of Sony Foundation Australia Limited and its controlled entities (together the Foundations) as required by Section 24(2) of the *NSW Charitable Fundraising Act 1991* (NSW Act). The directors of the Company (trustees) are responsible for the preparation and presentation of the financial report in accordance with the *NSW Charitable Fundraising Act 1991* and *NSW Charitable Fundraising Regulation 2021* (NSW Regulations). Our responsibility is to express an opinion on the financial report based on our audit.

Auditor's Opinion

In our opinion, in all material respects:

- (a) The financial report and associated records of Sony Foundation Australia Limited have been properly kept, during the financial year ended 30 June 2022, in accordance with:
 - (i) Sections 20(1), 22(1-2) and 24(1-3) of the *NSW Charitable Fundraising Act 1991*; and
 - (ii) Section 14 of the *NSW Charitable Fundraising Regulation 2021*.
- (b) Money received as a result of fundraising appeal activities conducted by the Foundations during the financial year ended 30 June 2022 has been properly accounted for and applied in accordance with the above mentioned NSW Act and NSW Regulations.

PricewaterhouseCoopers

Jason Hayes
Partner

Sydney
30 March 2023