SO THEY CAN

ACN 138 063 475

General Purpose Financial Statements

For the Year Ended 31 December 2020

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Your directors present their report on So They Can ("the Company") for the financial year ended 31 December 2020.

Directors

The names of the directors in office at any time during, or since the end of the year are:

Peter Hunt AM (Former Chair, resigned on 8 December 2020)
Cassandra Treadwell
Keri Chittenden
Andrew Bloxham
Paul Murnane
Dianne Lucas
Michelle Goldstone (Resigned on 27 February 2020)
Jennifer Price (Appointed on 26 June 2020)
Munzurul Khan (Appointed on 20 July 2020, Chair 8 December 2020)
David Southon (Appointed on 28 July 2020)
Warwick Shanks (Appointed on 18 January 2021)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activity during the year was as a registered charity carrying out fundraising for and program oversight of international development activities that support education and sustainable community development programs. This involved raising funds and awareness in Australia and together with So They Can entities in Kenya and Tanzania developing, implementing and monitoring programs to meet the short and long term objectives of the entity.

Covid-19 Impact to Principal Activities

In the opinion of the Directors Covid-19 had a significant impact. Australian staff were unable to travel abroad to visit projects. The closure of schools in both Kenya and Tanzania required our Kenyan and Tanzanian staff to expand into home education packs.

So They Can expanded its development work to include a 4-pronged Covid plan: prevention education; student home education; keeping girls in school; and return to school Covid measures.

The entity's short-term objectives are to continue fundraising activities and program oversight to support the following international development programs.

In 2020 in Kenya, So They Can managed:

- The delivery and monitoring of our Education Program in our 8 government partner primary schools and 3 government partner secondary schools in Nakuru and East Pokot.
- The reintegration of the Miti Mingi Village children with their families including ongoing monitoring of education, safety and wellbeing in response to a Covid-19 lead government directive.
- The provision of vital medication and medical treatment to a medical clinic at New Canaan Village to support the approximately 700 health appointments each month, supporting 20,000 community members.
- The transition of Sew Women Can, a project that equipped young single mothers with sewing skills and operated a work a workshop employing some of the trainees, and its social impact brand bibi & me, to a sustained project.
- Wezesha microfinance business school and entrepreneur mentoring project which supports 120 women with micro finance loans.
- The provision of Family Strengthening and nurtured family based care to support vulnerable children from 30 targeted families to ensure they attend school.

Principal Activities (continued)

In Tanzania So They Can managed:

- The delivery of our Education Program in our 26 partner government primary schools to over 15,500 children
- Supported the graduation of 177 from Mamire Teachers' College – our largest cohort of graduates to date – bringing the total of graduates to 462 since the College's first graduation in 2016. The College has consistently performed as one of the top 3 colleges in the country.

The entity's long-term objectives is to undertake fundraising and provide program oversight and governance to empower communities through education so they can break the poverty cycle, enabling them to realise their own potential and meet their own needs.

To achieve the above objective, So They Can works in partnership with affiliated So They Can entities globally, local communities and Governments, to address the root causes of poverty to empower those communities through and sustainable development activities.

Review of Operations

The profit of the Company for the financial year amounted to $427,979 (2019: loss of $241,339).

The outbreak of COVID-19 and the subsequent quarantine measures imposed by the Australian and other governments as well as the travel and trade restrictions imposed by Australia and other countries in March 2020 have caused disruption to businesses and general economic activity.

With the uncertainty of how COVID-19 would impact donors financial ability to support the Company the decision was made to, as a matter of urgency, reduce the costs of the organisation through staff cuts that were possible due to reduced activities at schools that were closed and combining the COO and CFO roles. Savings were made at both the Australian office level and In-Country project level. These savings combined with government stimulus and strong donor support resulted in the Company ending the year with surplus funds as compared with the budget to breakeven.

As we move into 2021 COVID-19 continues to create uncertainty and this has been reflected in our 2021 conservative budget.

Significant Changes in the State of Affairs

In the opinion of the directors, COVID-19 caused significant changes to the state of affairs of the Company's operations. Operational cost savings were made, the inability to travel abroad to visit the projects and the closure of schools in both Kenya and Tanzania restricted our ability to deliver projects, however the organisation did expand its development work into 4 fold COVID-19 prevention with significant impact to the organisations communities.

Matters Subsequent to the End of the Financial Year

No matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in the future financial years.

Likely Developments and Expected Results of Those Operations

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable impact to the Company.

Environmental Regulation

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Indemnification and Insurance of Directors

Association of Liability Insurance is current and in place for all directors.

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not party to any such proceedings during the year.

Information on Directors

Peter Hunt AM (Former Chair, resigned 8 December 2020)	As an investment banker, Peter advised local and multi-national companies and governments in Australia for nearly 35 years. He Co - Founded Greenhill Australia, one of Australia's leading independent investment banking advisory firms and Executive Chairman and Chairman between 1999 - 2018. He was a Member of the ASIC Advisory Panel from 2009 – 2012 and a founding member of Adara Partners and Chaired Cambooya Services Pty Ltd, which runs the Family Office for the Vincent Fairfax Family, from 2010 - 2017. Peter is Chairman and Co-Founder of Mind Medicine Australia and Director of Grameen Australian and Chairman of Grameen Australia Philippines 2014 -2019. He is Co-Founder of Manly Women's Shelter and Founder and Director of Women's Community Shelters. Peter is also Director of Project Rozanna and a Member of the Advisory Council of the Monash Sustainable Development Institute.
Cassandra Treadwell	Cass has over 12 years' experience in international development and NGO projects. She was nominated for 2015 New Zealander of the year (1 of 10 finalists) and nominated for 2018 New Zealand Women of Influence Awards (1 of 10 finalists) for her work at So They Can. She has worked as Medico Legal Counsel Capital & Coast Health New Zealand and Fellow Medical Law and Ethics North Shore Hospital Sydney. Cass holds a Bachelor of Laws and a Master of Arts, medical law and ethics.
Keri Chittenden	As Co-Founder of So They Can, Keri has 12 years' experience in international development and NGO projects. She spent 3 years in project management with Lend Lease Development in Sydney and London, 10 years as Event Production and General Manager for David Grant Special Events and 10 years as owner/director of the Skywalk Company, operating as Executive Producer/ Project Manager. Keri was recognised as one of Australia's 100 Women of Influence in 2015. She holds a Bachelor of Business (Land Economy).
Andrew Bloxham	Andrew has been in the private sector importing/distribution business for over 35 years. Most of that time as a business owner and having recently sold his company, he is now working in a senior management position with a top 100 Australian private company. Andrew and his family have been contributors to So They Can since 2012, with Andrew being a Director for 8 years.
Paul Murnane	Paul has over 35 years' experience in corporate finance, consulting and general management as a company director and corporate advisor in Australia, Asia and the USA. His past roles included senior banker and advisory roles with Citibank, JBWere and Goldman Sachs and extensive not for profit Chair and Director experience in the medical research, education, corporate governance, disability services and public policy sectors. He is currently a Non-Executive Director of Grameen Australia, the Australian String Quartet and several private companies in the consulting and publishing sectors. Paul has a Bachelor of Economics (USYD), Master of Business Administration (UNSW), FAICD, SF FINSIA.

Information on Directors (continued)

Dianne Lucas	Di has a background in education, specialising in early learning in disadvantaged schools. Additionally, she was formerly joint Owner and Director of Cell Care Australia. Di developed a special interest in East Africa when her family participated with Flora & Fauna International in moving the last surviving White Rhinos to OI Pejeta Conservancy, located in Nanyuki in the Rift Valley. Di is now involved in philanthropic fundraising and strategic advice. She was formerly Chair of the Lort Smith Ethics Committee and is currently a Member of the Australian Committee for Human Rights Watch and a Patron of the Arts, actively supporting the Australian Ballet and Melbourne Theatre Company. Her other interests include medical research, animal welfare, human rights, the arts and ethics.
Michelle Goldstone (Resigned on 27 February 2020)	Michelle has over 25 years' experience in investment management, corporate finance and banking. She is a director of Jewish Care Foundation and Chair of the Investment Committee of Impact Investment Group. Michelle has a Bachelor of Commerce from University of Western Australia; member of the Institute of Chartered Accountants as well as a Fellow of the Financial Services Institute of Australia.
Jennifer Price (Appointed on 26 June 2020)	Jennifer Price has significant experience in international development, having worked in a number of projects in the Pacific region investigating health systems finance, service utilisation, monitoring and evaluation, policy analysis and equity. Jennifer also has private sector experience as a Financial Controller and Project Manager for an Australian based Social Research Company. Jennifer is a former Member of the Australian Committee for Human Rights Watch.
Munzurul Khan (Appointed on 20 July 2020, Chair on 8 December 2020)	As an Accountant, Munzurul specialises in compliance and strategic accounting advisory services acquired through 26 years of professional experience, including Senior Management roles in PwC and BDO. As an Entrepreneur, Munzurul's experiences expressed through financial and commercial acumen in SMEs, multi-national businesses and high net wealth family groups. Munzurul is well regarded as a thought leader and key-note speaker of property investments in Australia. He is currently Principal of Keshab Chartered Accountants, Chair of KHI Partners and is involved with various commercial Boards in Australia. He is also a Member of the ICAA, Masters of Commerce, Public Practitioner, JP, ASIC SMSF Auditor, PIPA Member, NSW Real Estate Licence Holder.
David Southon (Appointed on 28 July 2020)	David has a Bachelor Business in Land Economy and is Co-Founder and Executive Chair of Aliro Group. He has over 30 years' experience in the office, industrial, retail and residential property sectors. In 1991 David co-founded Charter Hall Group, a diversified listed property investment and funds management group with over $40 billion of funds under management. David's previous positions also include Director and Vice President of Property Council Australia, Member of NSW Advisory Board of the Property Industry Foundation and a member of various investment committees of unlisted property funds.

Information on Directors (continued)

Warwick Shanks (Appointed on 18 January 2021)	Warwick Shanks is an Audit and Assurance Partner in KPMG Enterprise. He has been a partner for over 20 years and works with clients across New South Wales. He is predominantly based in KPMG's Greater Western Sydney office in Parramatta and the KPMG office in Wollongong. Until recently Warwick was the Managing Partner of KPMG's office in Wollongong for over 7 years. Prior to joining the Wollongong office almost 25 years ago Warwick spent 4 years with KPMG in Sydney and 2 years with KPMG in London. Whilst Warwick works with clients across many industries his focus areas are in the Education sector (pre-school to tertiary education) and not for profit organisations. As well as his role with KPMG, Warwick contributes to the local business community through roles such as being the Chairman of the Illawarra Committee of the Australian Institute of Company Directors, a Member of the Council of the University of Wollongong, a Director of Illawarra Performing Arts Centre Limited and he has overseen the judging of the Illawarra Business Awards for more than 15 years. He was previously the Deputy Chairman of RDA Illawarra and has been on many economic development committees for the Illawarra region. Warwick has a Bachelor of Economics from the University of Sydney, is a Fellow Institute of Chartered Accountants in Australia and NZ and a Graduate of the Australian Institute of Company Directors

Meetings of Directors

During the year, five meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Peter Hunt AM	5	5
Cassandra Treadwell	5	5
Keri Chittenden	5	5
Andrew Bloxham	5	3
Paul Murnane	5	5
Dianne Lucas	5	5
Michelle Goldstone	1	1
David Southon	2	2
Jennifer Price	3	3
Munzurul Khan	2	2
Warwick Shanks	-	1 Invitee only

Director's Remuneration
Non-Executive Directors do not receive any remuneration from the entity.

Members Guarantee

The entity is limited by guarantee, incorporated and domiciled in Australia. If the entity is wound up, the constitution states that each member is required to contribute a maximum of $1.00 each towards meeting any outstanding obligations of the entity. At 31 December 2020, the total amount that members of the Company are liable to contribute if the Company is wound up is $1.00 (31 December 2019: $1.00).

Auditor's Independence Declaration

Calibre Partners was appointed in office and continues in accordance with Section 327 of the Corporations Act 2001.

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out at page 9.

Signed in accordance with a resolution of the Board of Directors:

Munzurul Khan
Director

Dated this 13th day of May 2021

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As the auditor of So They Can for the year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been:

- No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit, and
- No contraventions of any applicable code of professional conduct in relation to the audit.

Calibre Partners

Calibre Partners Pty Limited

R. Wong

Roger Wong
Director

Dated this 13th day of May 2021.

SO THEY CAN
ACN 138 063 475
Statement of Comprehensive Income
For the Year Ended 31 December 2020

	Note	2020 $	2019 $
Revenue from continuing operations	2	2,161,414	2,187,261
Other income	2	165,448	21,950
Total revenue		**2,326,862**	**2,209,211**
Employee expenses		(750,329)	(667,913)
Contractor expenses		(12,188)	(34,002)
Project visit expenses		(10,179)	(101,776)
Event specific costs		(6,777)	(95,902)
Interest expense		(978)	(1,932)
Depreciation expense	5	(35,505)	(35,253)
International program expenses	9	(921,803)	(1,278,812)
Other expenses		(161,124)	(234,960)
Total expenses		**(1,898,883)**	**(2,450,550)**
Net (deficit)/surplus before tax		**427,979**	**(241,339)**
Income tax expense	1(a)	-	-
Net (deficit)/surplus after tax		**427,979**	**(241,339)**
Other comprehensive income for the year		-	-
Total comprehensive income for the year		**427,979**	**(241,339)**

The accompanying notes form part of these financial statements.

SO THEY CAN
ACN 138 063 475
Statement of Financial Position
As At 31 December 2020

	Note	2020 $	2019 $
ASSETS			
Current assets			
Cash and cash equivalents	3(a)	927,959	724,440
Financial assets	3(b)	899,345	430,828
Trade and other receivables	4	-	5,738
Inventories		-	3,045
Total current assets		**1,827,304**	**1,164,051**
Non current assets			
Property, plant and equipment	5	22,377	57,502
Total non current assets		**22,377**	**57,502**
TOTAL ASSETS		**1,849,681**	**1,221,553**
LIABILITIES			
Current liabilities			
Trade and other payables	6	395,110	209,123
Employee entitlements	7	105,632	57,972
Lease liabilities	10	17,468	33,498
Total current liabilities		**518,210**	**300,593**
Non current liabilities			
Lease liabilities	10	-	17,468
Total non current liabilities		**-**	**17,468**
TOTAL LIABILITIES		**518,210**	**318,061**
NET ASSETS		**1,331,471**	**903,492**
EQUITY			
Retained earnings		1,331,471	903,492
TOTAL EQUITY		**1,331,471**	**903,492**

The accompanying notes form part of these financial statements.

SO THEY CAN
ACN 138 063 475
Statement of Changes in Equity
For the Year Ended 31 December 2020

	Retained earnings $	Total $
Balance at 1 January 2020	903,492	903,492
Surplus attributable to members of the entity	427,979	427,979
Balance at 31 December 2020	**1,331,471**	**1,331,471**

	Retained earnings $	Total $
Balance at 1 January 2019	1,144,831	1,144,831
Deficit attributable to members of the entity	(241,339)	(241,339)
Balance at 31 December 2019	**903,492**	**903,492**

The accompanying notes form part of these financial statements.

SO THEY CAN
ACN 138 063 475
Statement of Cash Flows
For the Year Ended 31 December 2020

	Note	2020 $	2019 $
Cash from operating activities:			
Receipts from donations and other revenue streams		2,171,933	2,149,092
Government Subsidy		151,996	-
Payments to overseas development programs		(921,803)	(1,278,812)
Payments to suppliers and employees		(703,904)	(1,082,038)
Interest received		8,671	22,072
Interest paid		(978)	(1,932)
Net cash from operating activities		**705,915**	**(191,618)**
Cash from investing activities:			
Net redemptions of financial assets		(156,928)	(270,827)
Payment for property, plant and equipment		(381)	(2,250)
Net cash from investing activities		**(157,309)**	**(273,077)**
Cash from financing activities:			
Payment of lease liability		(33,498)	(33,150)
Net cash from financing activities		**(33,498)**	**(33,150)**
Net increase/(decrease) in cash held		**515,108**	**(497,845)**
Cash at beginning of financial year		**724,440**	1,222,285
Reclassification to financial assets		(311,589)	-
Cash at end of financial year	**3(a)**	**927,959**	**724,440**

The accompanying notes form part of these financial statements.

1. Summary of Significant Accounting Policies

This financial report includes the financial statements and notes of for So They Can ("the Company"). The financial statements were authorised for issued on 13th May 2021 by the directors of the Company.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards – Simplified Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Australian Charities and Not-For-Profits Commission Act 2012.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

Financial report except, for the cash flow information, has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The amount presented in the financial statement have been presented in Australian dollars and are rounded to the nearest dollar.

Accounting Policies

(a) Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

(b) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

(d) Revenue

Revenue is recognised when it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

1. Summary of Significant Accounting Policies (continued)

Accounting Policies (continued)

(d) Revenue (continued)

Donations

Donations from donors and events held, bequests and sponsorship are recognised as revenue when the Company gains control of the assets.

Grant revenue

Grant revenue is recognised in the period to which it relates.

Project visit revenue

Project visit revenue is recognised when the service is rendered.

Interest Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend revenue

Dividend revenue is recognised when the right to receive a dividend has been established. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Interest Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost, less, where applicable, accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment is measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

1. Summary of Significant Accounting Policies (continued)

Accounting Policies (continued)

(e) Property, plant and equipment (continued)

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Annual Depreciation Rate
Plant and equipment	5.00% - 33.00%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting year.

Each asset class's carrying amount is written down immediately to its recoverable amount if the class's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income.

(f) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(g) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method, less any provision for impairment.

(h) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(i) Employee benefits

Wages and salaries and annual leave

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled

1. Summary of Significant Accounting Policies (continued)

Accounting Policies (continued)

(i) Employee benefits (continued)

Long service leave

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as a part of employee benefits expense.

(j) Critical Accounting Estimates and Judgments

Management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

(k) Adoption of new and revised Accounting Standards

In the current year, the Company has adopted all of the new and revised Standards and interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current annual reporting period. There has been no material impact of these changes on the Company's accounting policies.

New and revised Standards and amendments thereof and Interpretations effective for the current year that are relevant to the Company include:

- AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for- Profit Tier 2 Entities

The Company has early adopted AASB 1060 from 1 January 2020. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel, related parties, tax and financial instruments.

Apart from the above, any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

	2020 $	2019 $
2 Revenue		
Revenue from continuing operations		
Donations	929,659	854,651
Grants	600,382	520,980
Events	25,810	224,800
Sponsorship	604,199	513,573
	2,160,050	**2,114,004**
Other income		
Reimbursement of Project Visit Costs	1,364	73,257
Interest earned	8,671	22,072
Foreign exchange (losses)/gains	4,780	(122)
Government subsidy – Covid 19	151,997	-
	166,812	**95,207**
3 Cash and cash equivalents		
(a) Cash and cash equivalents		
Petty cash	-	1,012
Cash at bank	927,959	411,840
Term deposits with original maturities less than 3 months	-	311,588
	927,959	**724,440**
(b) Financial assets		
Term deposits with original maturities more than 3 months	899,345	430,828
	899,345	**430,828**
4 Trade and other receivables		
Accounts receivable	-	5,738
	-	**5,738**
5 Property, plant and equipment		
Fixed assets	15,767	15,767
Accumulated depreciation - Fixed assets	(9,701)	(7,178)
	6,066	8,209
Right of Use assets	49,293	82,184
Less : accumulated depreciation	(32,982)	(32,891)
	16,311	**49,293**

5 Property, plant and equipment (continued)

At cost	Small assets $	Total $
Balance at 1 January 2020	15,387	15,387
Additions	380	380
Disposals	-	-
Balance at 31 December 2020	**15,767**	**15,767**
Balance at 1 January 2019	13,137	13,137
Additions	2,250	2,250
Disposals	-	-
Balance at 31 December 2019	**15,387**	**15,387**
Accumulated depreciation		
Balance at 1 January 2020	7,178	7,178
Additions	2,523	2,523
Disposals	-	-
Balance at 31 December 2020	**9,701**	**9,701**
Balance at 1 January 2019	4,816	4,816
Additions	2,362	2,362
Disposals	-	-
Balance at 31 December 2019	**7,178**	**7,178**
Net carrying balance at 31 December 2020	**6,066**	**6,066**
Net carrying balance at 31 December 2019	**8,209**	**8,209**

6 Trade and other payables

	2020 $	2019 $
Current		
Accrued expenses	61,754	23,782
Superannuation payable	-	11,592
PAYG withholding payable	-	14,354
Unearned revenue	81,818	-
Intercompany payables	238,926	158,601
Other payables	12,612	794
	395,110	**209,123**

	2020 $	2019 $
7 Employee entitlements		
Current		
Annual leave provision	78,511	57,952
Long service leave provision	27,121	-
	105,632	**57,952**

8 Other employee benefits

Defined contribution superannuation plans

The Company has paid contributions to defined contributions plans on behalf of employees for the year ended 31 December 2020 of $42,349 (2019: $41,887).

9 International program expenses		
Grants to So They Can Kenya	492,294	998,796
Grants to So They Can Tanzania	429,509	280,016
	921,803	**1,278,812**
10 Lease liabilities		
Current		
Lease liabilities	17,468	33,498
	17,468	**33,498**
Non current		
Lease liabilities	-	17,468
	-	**17,468**
11 Related party transactions		
Key management personnel compensation	496,000	426,202
	496,000	**426,202**

12 Income and expenditure – Fundraising appeals

This disclosure is made under the NSW Charitable Fundraising Act (1991). When reading the following information, please consider that this note relates solely to event appeals and does not take into account the entity's other income generating activities. So They Can Australia's overall public fundraising costs (as calculated in accordance with the ACFID Code of Conduct shown in the notes below) totalled 14.1% of gross income in 2020 (14.6% in 2019).

i. Details of aggregate gross income and total expenses of Fundraising Appeals		
Gross proceeds of Fundraising Appeals	-	315,554
Costs of Fundraising Appeals	-	(98,870)
Net surplus obtained from Fundraising Appeals	**-**	**216,684**

	2020 $	2019 $

12 Income and expenditure – Fundraising appeals (continued)

ii. Statement showing how funds and goods received were applied to charitable purposes

Fundraising appeals conducted during the financial period were applied to the Kenya and Tanzania School Programs.

iii. Fundraising Appeals conducted during the financial year

Melbourne Lunch		
Gross income received	-	44,119
Expenditure incurred	-	(17,845)
	-	**26,274**
Sydney Ladies Lunch		
Gross income received	-	23,921
Expenditure incurred	-	(16,677)
	-	**7,244**
Sydney Annual Dinner		
Gross income received	-	247,514
Expenditure incurred	-	(64,348)
	-	**183,166**

	2020 %	2019 %

13 Additional ACFID transparency disclosures

iv. Key ratios

Total cost of fundraising appeals / Gross income from fundraising appeals	-	31.3
Net surplus from fundraising appeals / Gross income from fundraising appeals	-	68.7

The following additional financial information has been prepared in accordance with the requirements set out in the ACFID Code of Conduct. So They Can is an ACFID member and a signatory to the ACFID Code of Conduct and is committed to full adherence to its requirements. The Code aims to improve international development outcomes and increase stakeholder trust by enhancing the transparency and accountability of member organisations. For further information on the Code please refer to the ACFID Code of Conduct Guidance available at www.acfid.asn.au.

In 2020 physical Fundraising Appeals were not held due to COVID-19.

	2020 $	2019 $
13 Additional ACFID transparency disclosures (continued)		
ACFID Format Income Statement		
Revenue		
Donations and gifts		
- Monetary	1,512,598	1,368,225
- Non-monetary	-	-
Grants		
- Department of Foreign Affairs and Trade	68,182	-
- Other Australian	532,200	520,980
- Other overseas	-	-
Investment Income	8,671	22,072
Other income	205,211	297,934
Total Revenue	**2,326,862**	**2,209,211**
Expenditure		
International Aid and Development Programs Expenditure		
- Funds to International Programs	(921,803)	(1,278,812)
- Program Support Costs	(322,089)	(275,051)
- Community Education	-	-
-Non-monetary expenditure	-	-
Fundraising Costs		
- Public	(328,905)	(322,268)
- Government, multilateral and private	-	-
Accountability and Administration	(307,219)	(344,889)
Other	(18,867)	(229,530)
Total Expenditure	**(1,898,883)**	**(2,450,550)**
(Shortfall) / Excess of Revenue over Expenditure	**427,979**	**(241,339)**

	2020 %	2019 %
Fundraising costs as percentage of Gross Income	14.1	14.6
Accountability and administration costs as percentage of Gross Income	13.2	15.6

14 Contingencies

The Company had no contingent liabilities as at 31 December 2020 (2019: nil).

15 Matters Subsequent to the End of the Financial Year

No matters or circumstances have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

16 Registered office

So They Can
Suite 206
35 Hume Street
CROWS NEST NSW 2065

The directors of the Company declare that:

1. The financial statements and notes as set out on pages 14 to 23, are in accordance with *the Australian Charities and Not-For-Profits Commission Act 2012* and:

   (a) Complying with Australian Accounting Standards – Simplified Disclosures, the Corporations Regulations 2001and other mandatory professional reporting requirements; and

   (b) Give a true and fair view of the financial position as at 31 December 2020 and of the performance for the year ended on that date of the Company.

2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Munzurul Khan
Director

Dated this 13th day of May 2021

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SO THEY CAN

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of So They Can (the company), which comprises the statement of financial position as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

In our opinion, the financial report of So They Can is in accordance with the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

(i) giving a true and fair view of the company's financial position as at 31 December 2020 and of its performance for the year ended on that date; and

(ii)complying with Australian Accounting Standards – Simplified Disclosure Requirements (including Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

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 are independent of the company in accordance with the auditor independence requirements of the *ACNC Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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.

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

Other information

Other information is financial and non-financial information in the company's annual reporting which is provided in addition to the financial report and the auditor's report. The Directors are responsible for the Other Information.

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SO THEY CAN
(continued)

Other information (continued)

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. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained, prior to the date of this Auditor's Report, we have nothing to report.

Responsibilities of the Directors 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 – Reduced Disclosure Requirements, the *ACNC, Section 24(2) of the Charitable Fundraising (NSW) Act 1991 and Regulations,* and for such internal controls as the directors determine are necessary to enable the preparation of a 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 company's ability 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 company 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 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 this financial report.

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SO THEY CAN
(continued)

Auditor's Responsibilities for the Audit of the Financial Report (continued)

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/Home.aspx. and https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf.This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

Opinion pursuant to the Charitable Fundraising Act (NSW) 1991

In our opinion, the financial report gives a true and fair view of the company's financial result of fundraising appeal activities for the financial year ended 31 December 2020, has been properly drawn up , and the associated records have been properly kept in accordance with the Charitable Fundraising Act (NSW) 1991 (the Act) and Regulations.

Money received as a result of fundraising appeal activities conducted during the financial year ended 31 December 2020 has been properly accounted for and applied in accordance with the Act and Regulations, and there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

Compliance with the ACFID Code of Conduct

We have audited the accompanying Code of Conduct Summary Financial Reports of the company, which comprises the financial report and the table of cash movements for designated purposes for the year ended 31 December 2020.

Audit Opinion Pursuant to the ACFID Code of Conduct

In our opinion, the information reported in the Code of Conduct Summary Financial Reports set out at Note 13 of the financial statements is in accordance with the ACFID Code of Conduct and is consistent with the annual statutory financial report.

Calibre Partners

Calibre Partners Pty Limited

R. Wong

Roger Wong
Director

Dated this 13th day of May 2021.