

The Salvation Army Statements

Our Movement

The Salvation Army is an international Christian movement, united by faith and giving hope where it's needed most.

Since our foundations in 19th century London, we express our faith in charitable work to provide both spiritual and social support, with one hand reaching out to God and with the other reaching out to the world

Our Mission

The Salvation Army is a Christian movement dedicated to sharing the love of Jesus.

We share the love of Jesus by:

CARING FOR PEOPLE

Being there when people need us most

We offer care and compassion as a sacred encounter with transformative potential

CREATING FAITH PATHWAYS

Taking a holistic approach to the human condition that values spirituality

We graciously share the Good News of Jesus and grow in faith together

BUILDING HEALTHY COMMUNITIES

Investing ourselves in relationships that promote mutual flourishing

We find the wholeness God intends for us in community

WORKING FOR JUSTICE

Tackling the social systems that harm creation and strip away human dignity

We join God's work to build a fairer world where all can thrive

Our Vision

Wherever there is hardship or injustice, Salvos will live, love and fight, alongside others, to transform Australia one life at a time with the love of Jesus.

Our Values

Recognising that God is already at work in the world, we value:

INTEGRITY

Being honest and accountable in all we do

COMPASSION

Hearing and responding to pain with love

RESPECT

Affirming the worth and capacity of all people

DIVERSITY

Embracing difference as a gift

COLLABORATION

Creating partnerships in mission

The Inclusion Statement



The Salvation Army Australia acknowledges the Traditional Owners of the land on which we meet and work and pay our respect to Elders, past, present, and future. We value and include people of all cultures, languages, abilities, sexual orientations, gender identities, gender expressions, and intersex status. We are committed to providing programs that are fully inclusive. We are committed to the safety and well-being of people of all ages, particularly children.

Contents

Message from the Territorial Commander	4
Message from the Chief Secretary	5
Who we are	6
The Salvation Army Australia's structure	10
The Salvation Army Australia highlights 2023-2024	12
What we do - our services, activities and operations	14
The Salvation Army Australia's supply chains	18
Identification of Modern Slavery risks in The Salvation Army Australia's supply chains and operations	23
Oversight of Modern Slavery	26
What we are doing to manage Modern Slavery risks in our supply chain	28
How we are assessing the effectiveness of our management of Modern Slavery risks in our supply chains and operations	32
2025 financial year evaluation framework	34
How we are working together to combat Modern Slavery risks in our supply chains and operations	36
What else we are doing to fight Modern Slavery	36

Message from the **Territorial Commander**

The Salvation Army, as both a church and charity, works in cities, country towns, and rural communities, with every demographic and age group, to meet human need, without discrimination, with the love of Jesus.

The Salvation Army, in Australia, is one of the largest providers of social services and programs for people experiencing hardship, injustice, or social exclusion.

As part of realising our vision and living our values, we have made significant progress during this reporting period in our commitment to combatting modern slavery in Australia. This has been made possible by enhancements to our supply chain governance practices, as well as an uplift to internal capability and capacity in addressing modern slavery risks and offerings of supporting victims of modern slavery who are disproportionally represented in the communities we serve.

I am proud that this progress reflects our dedication to transparency, continuous improvement, and most importantly, to ensuring that we do not cause or contribute to hardship or injustice in our procurement practices. As we move forward, we remain committed to building on these successes and further strengthening our efforts to combat modern slavery in all its forms.

I also acknowledge that this work is part of a journey and will continue to be supported by programs of awareness, process improvements, and adaptability over the years to come.

God bless you.



Miriam Gluyas (Commissioner) Territorial Commander, Chair of the Board, Australia Territory

Message from the **Chief Secretary**

The Salvation Army Australia continues to progress on its journey in responding to the complex issue of modern slavery, as we live our vision of seeing lives transformed with the love of Jesus.

The 2024 reporting period has been yet another challenging year, particularly with escalating cost of living pressures, which continue to exacerbate vulnerability and demand for those we serve.

As we continue to manage modern slavery risks in our operations and supply chains, our approach, built on three key pillars:

- Supply Chain Governance
- Stakeholder Engagement
- · Internal Capacity Building

has yielded notable achievements and improvements in our efforts to combat modern slavery throughout our supply chains.

Key highlights include:

- Strengthened supply chain governance through clearer policies that align with international standards
- · Simplification and streamlining of our Responsible Sourcing Toolkit
- Successful convening of our second annual Supplier Forum
- · Improved support and capacity building across our services and activities
- Enhanced supply chain data and analytics
- · Strategic shift in our supply chain assurance program, including partnering with third parties to implement a worker-driven approach to monitoring and verification

I am pleased to report The Salvation Army Australia's progress this year towards recognising and reducing modern slavery risks, and I acknowledge wholeheartedly that this is the result of an aggregated effort by many of our teams and suppliers.

God bless you.



Winsome Merrett (Colonel) B.Sp.Thy., MA Arts (Theological studies) A.Mus.A **Chief Secretary Australia Territory**



This Joint Modern Slavery Statement is submitted on behalf of the following incorporated and unincorporated entities under section 14 of the *Modern Slavery Act 2018 (Cth)* for the reporting period 1 July 2023 to 30 June 2024.

- The Salvation Army Australia (unincorporated association)
- The Salvation Army (New South Wales) Property Trust ABN 57 507 607 457
- The Salvation Army (Northern Territory) Property Trust ABN 65 906 613 779
- The Salvation Army (Queensland) Property Trust ABN 32 234 126 186
- The Salvation Army (South Australia) Property Trust ABN 13 320 346 330
- The Salvation Army (Tasmania) Property Trust ABN 94 917 169 560
- The Salvation Army (Victoria) Property Trust ABN 64 472 238 844
- The Salvation Army (Western Australia) Property Trust ABN 25 878 329 270
- The Salvation Army (Australia) Redress Limited ABN 94 628 594 294
- Salvation Army Housing ABN 59 608 346 934
- Salvation Army Housing (Victoria) ABN 85 133 724 651
- · Salvos Legal Limited ABN 14 147 213 214
- · Salvos Legal (Humanitarian) Limited ABN 36 147 212 940
- The Salvation Army Community Housing Service ABN 47 152 257 728

The reporting entities:

The Salvation Army is a worldwide, unincorporated association, led by the person appointed from time to time holding the office of the 'General of The Salvation Army'. The General is a corporation sole and is the actual trustee of two separate trusts, known as 'The Social Work Trust' and 'The General Work Trust'. In order to hold property and conduct operations of The Salvation Army around the world, there are a range of different legal structures in place. In Australia, the relevant legal vehicles are the State/Territory-based statutory corporations, each given the name 'The Salvation Army ([State/Territory]) Property Trust' ('the Property Trusts').

The Property Trusts were established and / or are authorised under each of the following Acts of Parliament:

- (a) The Salvation Army (New South Wales) Property Trust Act 1929 (NSW);
- (b) Salvation Army (Queensland) Property Trust Act 1930 (Qld);
- (c) Salvation Army (Tasmania) Property Trust Act 1930 (Tas);
- (d) The Salvation Army (Victoria) Property Trust Act 1930 (Vic);
- (e) The Salvation Army (South Australia) Property Trust Act 1931 (SA);
- (f) The Salvation Army (Western Australia) Property Trust Act 1931 (WA);
- (g) Salvation Army Property Trust Act 1934 (ACT); and
- (h) Salvation Army (Northern Territory) Property Trust Act 1976 (NT).

The Property Trusts are not actually trusts themselves; they are corporate trustees of the General Work / Social Work Trusts. Officers of the Property Trusts are constituted as a body corporate called 'The Trustees', consisting of individuals appointed from time to time by the General of The Salvation Army.

Essentially, the difference between the Social Work and General Work Trusts lies in the purposes for which the assets of each of those trusts can be applied. The Social Work is essentially social / benevolent work; The General Work is essentially religious work.

The Social Work Trust is a Public Benevolent Institution with deductible gift recipient status. The General Work Trust is a Charitable Institution.

Some employees and other non-employee personnel (e.g. Clergy) within The Salvation Army are employed / engaged under the General Work Trust (usually Corps [Church] based / religious workers). Others are employed / engaged under the Social Work Trust. Even further still, some personnel are apportioned partly under General and partly under Social (e.g. 50% of their time is classified as being related to General Work and 50% Social Work), based on the role and responsibilities of the individual.

The following companies limited by guarantee are wholly owned by The Salvation Army (New South Wales) Property Trust:

- i. Salvos Legal Limited ABN 14 147 213 214
- ii. Salvos Legal (Humanitarian) Limited ABN 36 147 212 940
- iii. The Salvation Army Community Housing Service ABN 47 152 257 728

The following companies limited by guarantee are wholly owned by The Salvation Army (Victoria) Property Trust:

iv. Salvation Army Housing (Victoria) ABN 85 133 724 651

The following company limited by guarantee is jointly owned by the Northern Territory, South Australia, Tasmania and Western Australia Property Trusts:

v. Salvation Army Housing ABN 59 608 346 934

The following company limited by guarantee is jointly owned by the Property Trusts:

vi. The Salvation Army (Australia) Redress Limited ABN 94 628 594 294

Throughout this Joint Modern Slavery Statement, unless otherwise specifically indicated, the companies listed above at (i)-(vi) are collectively referred to as the 'Companies'.

Throughout this Joint Modern Slavery Statement, unless otherwise specifically indicated, all of the above entities / bodies are collectively referred to as 'The Salvation Army Australia'.

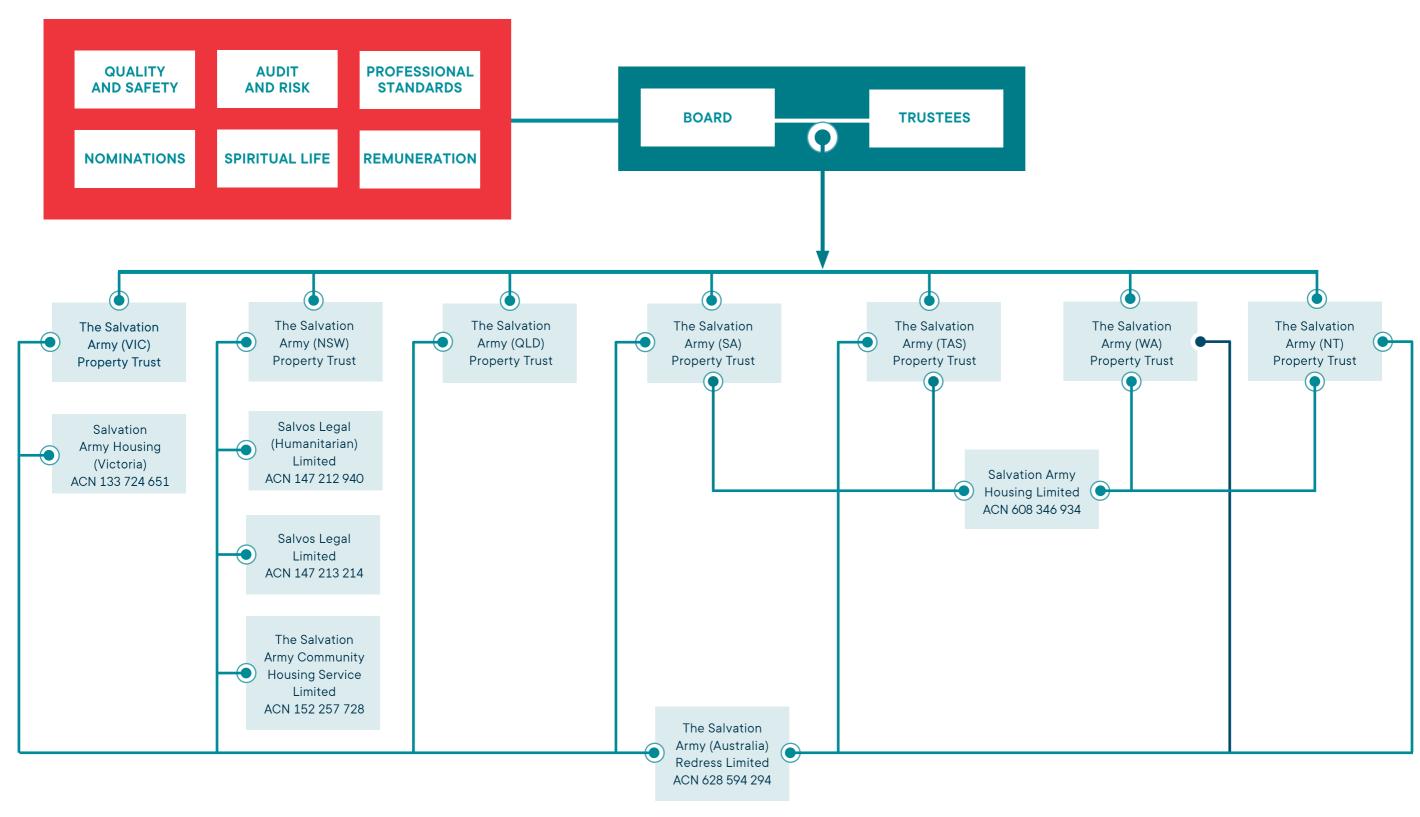
Each of the above entities / bodies consisting of The Salvation Army Australia are charities registered with the Australian Charities and Not-for-profits Commission ('ACNC') and as such, are subject to the ACNC Governance Standards.

In 2018, The Salvation Army Australia established a body known as The Salvation Army Australia Territory Board (the 'Board'), which, together with the Trustees is responsible for effectively representing and promoting the interests of The Salvation Army Australia, with a view to adding long term value to the movement's mission. The purpose and objects of the Board are to provide governance oversight to The Salvation Army Australia in accordance with law; to strategically position The Salvation Army Australia so that it has a sustainable, major influence on Australian society; and to provide advice and assistance to the Trustees in the discharge of their responsibilities.

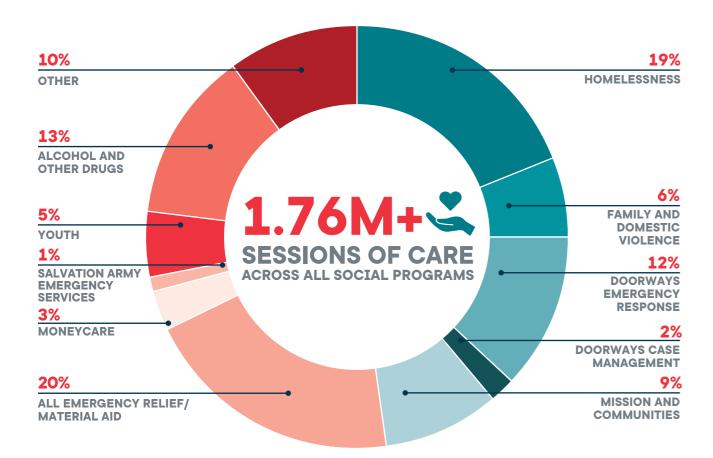
Members of the Board are appointed by the General of The Salvation Army, on recommendation of the Chair of the Board, who is the General's personal representative in Australia, known as the Territorial Commander.

The Salvation Army Australia's structure

BOARD COMMITTEES



The Salvation Army Australia Highlights 2023-2024











Community Services

360,000 SESSIONS OF CARE **PROVIDED BY MISSION AND COMMUNITY SERVICES**

140,000+

ASSISTED BY DOORWAYS AND COMMUINITY SERVICES

Family and Domestic Violence (FDV)

PEOPLE WHO EXPERIENCED **FAMILY VIOLENCE**

Youth





Moneycare

PROVIDED W FINANCIAL COUNSELLING

Aged Care



Homelessness



Salvos Stores

SURPLUS GENERATED FOR THE SALVATION ARMY

SOCIAL FUND

WELFARE \$2.5M+

\$7.9M+

CORPS

AOD/Gambling



OO+ OF CARE PROVIDED TO PEOPLE IMPACTED BY



Employment Plus CONVERSATION RATE

















What we do - our services, activities and operations

THE SALVATION ARMY AUSTRALIA IS HEADQUARTERED IN BLACKBURN. **MELBOURNE, SUPPORTED BY AN** OFFICE IN REDFERN, SYDNEY, **HOWEVER, OPERATES IN ALMOST EVERY POSTCODE WITHIN AUSTRALIA.**



Corps

The Salvation Army is a worldwide Christian church. Our local churches (known as corps) offer a community presence around the country. We provide a wide variety of spiritual and social activities such as church services, prayer meetings, men's and women's groups and community support services. Our faith convinces us that hope, purpose and fulfilment can be everyone's story. Whether you're looking for connection, guidance or a community of like-minded people, The Salvation Army welcomes you.

Disaster and Emergency Recovery

The Salvation Army Emergency Services (SAES) have served Australian communities for over 40 years. Whether it's a natural disaster or a missing person search, SAES volunteers are among the first to arrive on the ground, providing immediate, medium and long-term support to victims and emergency personnel on the front line. Services provided aim to meet people at their point of need and this help doesn't stop when the crisis has passed.



Salvos Housing

Salvos Housing is a community housing organisation. Homes are provided for individuals and families who are homeless or at risk of homelessness, are on low incomes and those with specific support needs. We run a range of programs which include Long Term, Transition Housing Management, Crisis Housing and rooming house properties.

Youth Support Networks and Programs

The Salvation Army's network of youth services offers targeted programs that support and engage youth across Australia as they transition to independence. Pathways include accommodation and material aid, drug and alcohol counselling, youth justice, mental health and advocacy support, education and training, driver training, creative arts and multimedia, safe places and support to build a better future.



Microfinance

Microfinance provides small no-interest loans for essential items or services that help to build capability and provide an alternative for "predatory" commercial very high-interest loans. No-interest loans are a safer way to pay e.g. household items or car-related expenses. The Salvation Army's Microfinance service is available across Australia, and our team can assist community members as needed.



The Salvation Army's Moneycare service provides information, support and advocacy to assist people in financial difficulty. Our qualified team offers free and confidential financial counselling to people from all walks of life and understand that everyone's finances are different. They offer step- by-step advice and help with:

> ~Financial coaching ~Financial counselling



Red Shield Defence Services

The Salvation Army Red Shield Defence Services (RSDS) in Australia provides the Australian Defence Forces with practical, emotional and spiritual support in difficult times, times of grief and in the everyday. We support members and their families according to their needs. Whether it be a chat over a cuppa, a referral or a prayer, we want to be there. Where there's a need, we are here to support our troops as they serve our country and risk their lives in the line of duty.



The Salvation Army property solutions are designed to best support mission delivery at a local level. This includes sales and leasing, facility management and development to build and fit-out premises that best meet mission and business requirements. A centralised approach to property management enables steward-ship of the portfolio for maintenance of a sustainable resource, which will continue to support the future financial and operational needs of The Salvation Army.



Doorways

Doorways provides emergency financial relief and holistic case management with referral to internal and external support services. Each year thousands of individuals and families come to The Salvation Army for help meeting day to day expenses or paying unexpected bills. Our aim is to journey with individuals to find long-term solutions to their struggles with the goal to end the cycle of poverty.



Aboriginal and Torres Strait Islander Programs

The Salvation Army respects, values and acknowledges the unique histories and languages of the Aboriginal and Torres Strait Islander communities and aims to walk alongside them, to improve outcomes through social programs. At the heart of all work is a commitment to reconciliation – a faith movement committed to social justice, equity and freedom. Reconciliation Action Plans (RAPs) are a key vehicle for driving the reconciliation processes.



Alcohol and Other Drug Recoveru

The Salvation Army offers several services and programs across Australia that provide safe and high-quality support for people adversely affected by alcohol and drugs. These services help encourage a sense of hope and freedom, and enable those affected to pursue a holistic transformation, which improves outcomes for not just themselves but also their families and communities.



What we do - our services, activities and operations (cont.)



Family Domestic Violence

The Salvation Army provides a wide range of services around the country to support women and women with children impacted by family and domestic violence. We understand that experiencing family violence can be frightening and isolating. We offer refuge, children's and parenting services, counselling, support, men's programs, accommodation and advice to women and children who are experiencing, or who have experienced, family violence.

Homelessness Services

The Salvation Army has a long and successful history in responding to the immediate needs of those experiencing or at risk of homelessness. While services may vary depending on location, they are united by a singular purpose – to end homelessness, transform lives and restore hope and dignity. Catering to different stages of homelessness, these services also help those affected connect with a range of services aimed at helping them get back on their feet.



Aged Care The Salvation A

The Salvation Army aims to promote a unique experience of choice, lifestyle and belonging for all people as they age. Our Aged Care services span across Australia in twenty residential aged care centres, seven retirement villages, one respite centre, and community care services. We offer support to people based on their needs — those older Australians who choose to live independently in their own home or those who require short-term or full-time care.



SCIVOSSTORES

Salvos Stores/Family Stores/Thrift Shops

Our Salvos Stores and op shops specialise in the sale of pre-loved items generously donated by the Australian public. Ranging from our family stores and thrift shops to our well-known Salvos Stores, all our stores sell quality used goods, including furniture, clothing and shoes, homewares and books. All profits made through our stores go to funding Salvation Army programs and services around Australia.

Chaplaincy

Fundraising and Financing

The primary goal of The Salvation Army Australia's fundraising is to raise funds by inspiring the hearts of our supporters, unlocking their generosity

and journeying with them to enable The Salvation Army Australia's mission.

The primary fundraising campaigns annually are the Red Shield Appeal and

Christmas campaign. Following changes implemented during COVID-19, a

majority of community collections have been converted to on-line fundraising.

The Salvation Army's network of Christian chaplains meet people at their point of need to provide support. They are committed to helping in any way they can, offering the highest level of professional confidentiality, no matter a person's belief. If people are interested, they are also happy to answer questions about God, faith, and spirituality. Our chaplains can provide support in schools, emergency services (police, fire brigade, etc), prisons and rural areas.



Eva Burrows College is the national learning centre of The Salvation Army. Drawing from our cutting-edge experience, the college exists to encourage and empower people for life, mission, and service through our nationally recognised and accredited courses. We can provide a comprehensive learning pathway that integrates practical experience with formal qualifications. We have campuses in Melbourne and Sydney and also offer online and blended learning.



The Salvation Army Employment Plus

The Salvation Army Employment Plus was established as an agency in 1998 by The Salvation Army Australia to deliver on the aim of helping people to find work that supports their wellbeing and benefits the community. As one of Australia's largest recruiters, we provide our job seekers with specialised training, work experience and a range of support services, to help them find meaningful employment. Everything we do is guided by our purpose of 'Work for All. Hope for all.'





Salvos Funerals

Salvos Funerals is a Salvation Army initiative that offers compassionate and affordable care to those in grief. By working with our trusted partners, Salvos Funerals provides real value for quality services. We are here to help people and thoughtfully plan and manage what can be an overwhelming task. Salvos Funerals is entirely owned and operated by The Salvation Army, with all profits reinvested into our charitable works.



International Development Partnerships

The Salvation Army's International Development office supports community development by working in partnership with communities in Asia, Africa and the Pacific. Our focus is to work alongside communities to enable them to alleviate poverty. We believe that for any project to be successful it is crucial to train people and provide tools to enable them to achieve their full potential.

The Salvation Army Australia's supply chains

The Salvation Army Australia is a diverse, national organisation, offering a wide variety of services across approximately 4,000 locations including churches (Corps), and a mix of commercial and residential buildings.

Major spend categories

As our operations indicate, The Salvation Army Australia has a highly complex supply chain network of goods and services delivered by thousands of suppliers. Excluding payroll, the majority of our total annual spend occurs across the following 25 key categories:



WORKFORCE COMPOSITION

The Salvation Army Australia manages its human resources utilising an operational model which integrates charitable and faith-based activities, is transparent, and in accordance with procurement and sourcing governance principles. We engage in excess of 53,000 personnel.



9,900+ employees



450+
contractors



42,000+ volunteers



680+
ministers
of religion



Our top 10 spend categories (in order from highest spend, excluding payroll):

- 1. Property Management and Maintenance
- 2. Insurance
- 3. Contingent Labour
- 4. Information Technology and Communications
- 5. Fleet
- 6. Marketing, Advertising and Media
- 7. Utilities
- 8. Food and Catering
- 9. Gift Cards and Crisis Program Support
- 10. Stores Stock, Fittings and Consumables

The Salvation Army Australia's supply chains

Our operations and supply chains are complex and mapping is a long-term exercise, which we are coupling with simplification as much as possible. For example, through a recent food services tender, we have reduced 150 suppliers nationwide down to three preferred companies. While the establishment of a centralised procurement function is advancing this aim, a great deal of work is required to gain strong visibility across all of our major spend categories.

Over this reporting period, we continued our supply chain mapping to improve transparency and identify areas where we require local partners to help verify working conditions. As in our previous statement, we have prioritised a select group of spend categories deemed to present salient risks to The Salvation Army Australia based on the amount of spend and/or inherent risk.

The map on the right lists these, along with information gathered thus far on where these goods/services were sourced. All Tier 1 suppliers are based in Australia.

The Salvation Army Australia faces two key challenges in knowing where our products and services are coming from:

- 1. Limited mapping of various product lines by Tier 1 suppliers, many of whom are retailers. In engaging these suppliers, we have learned that it tends to be only their own private label products that are fully mapped. Where they are sourcing name brands, they often rely fully on that company's due diligence programs and do not obtain supply chain information, which requires us to engage directly with Tier 2 companies, many of whom are reluctant to disclose information over commercial concerns; and
- 2. The de-centralised nature of procurement processes, where service programs and churches require a level of autonomy in purchasing products and services in order to effectively and efficiently meet community needs.

We are managing this through our procurement-to-pay (P2P) system partner—Coupa—and through this, a maturing preferred supplier listing.

Over time, our goal is to steer the majority of organisational purchasing for major spend categories to a curated list of suppliers, vetted for demonstrated success and impact in supply chain assurance.

In addition, The Salvation Army Australia decided to become a Strategic Partner of the Issara Institute— an independent non-governmental organisation (NGO) based in Asia and the U.S. tackling issues of human trafficking and forced labour through worker voice, partnership, and innovation.

As part of this initiative, we will be involving our strategic suppliers and sub-suppliers in a more concerted effort to map and share supply chain information to enhance our ability to prevent, detect and remediate serious rights abuses in our shared supply chains.





Identification of Modern Slavery risks in The Salvation Army Australia's supply chains and operations

As part of its Governance framework, The Salvation Army Australia's Enterprise Risk and Compliance and Strategic Sourcing and Procurement functions continue to consider Modern Slavery risks in its operations and supply chains to understand exposure and promote responsible and sustainable business practices through its tier 1 supplier base.

The Salvation Army Australia is a large organisation with several business units responsible for their own supply bases. While we instituted a centralised Strategic Sourcing and Procurement function, much of our sourcing activity remains dispersed. While this has enabled us to achieve some efficiencies, it also represents a key challenge in delivering responsible sourcing consistently across our organisation. Thus, we recognise the potential for inconsistent application of responsible sourcing in tendering and supplier engagement as a key risk and one that demands greater attention next reporting period.:

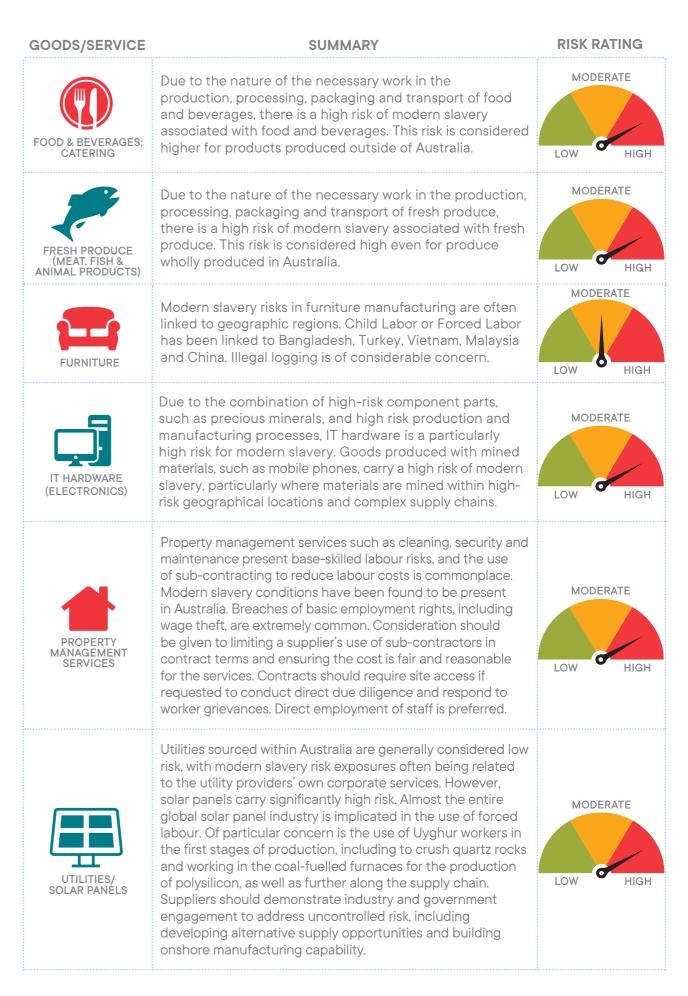
Modern Slavery risks in our supply chains and operations

Within our supply chains, we have identified several spend categories that represent material risk for us, due to the geographic, socio-economic, cultural and industry context of that category. The table on pages 24 and 25 sets out areas of The Salvation Army Australia's spend categories deemed to pose moderate to high risk.

SUMMARY RISK RATING GOODS/SERVICE MODERATE Australian companies commonly source raw building materials from countries considered high risk for modern slavery. Bricks, cement, granite, rubber and timber have been found to be produced by child and forced labour. **BUILDING MATERIALS** LOW HIGH MODERATE Due to the combination of high-risk inputs, such as cotton, and high-risk production and manufacturing processes, such as fast turnarounds, clothing and textiles products **CLOTHING & TEXTILES** represent a particularly high risk for modern slavery. (TSA UNIFORMS & LOW HIGH MERCHANDISE) Construction services present base-skilled labour risks, and the use of sub-contracting to reduce labour costs is common. MODERATE Modern slavery conditions have been found to be present in Australia, however, a strong union presence may provide some deterrence, protection and access to remedies. Consideration should be given to limiting a suppliers' use of sub-contractors in CONSTRUCTION contract terms and ensuring the cost is fair and reasonable for LOW HIGH the services. Contracts should require site access if requested to conduct due diligence and respond to worker grievances. MODERATE **CONSUMABLES:** Exploitation is known to occur in the production of medical goods. Products with particularly high risk include rubber gloves, surgical instruments, garments, masks, and medical electronics. CLINICAL Child labour in particular is rife in the coffee industry across MODERATE South and Central America and Africa. While the industry 0 is known to have high levels of child and forced labour, this category is deemed moderate given the abundance of ethical options available on the market. Child and/or forced labour has been identified in Myanmar, MODERATE Kenya, Malawi, Rwanda, Tanzania, Uganda and Vietnam. While the industry is known to have high levels of child and forced labour, this category is deemed moderate given the abundance of more ethical options available on the market. Child labour and forced labour have been noted in Brazil and MODERATE several African nations, including Ghana, Cote D'Ivoire and Nigeria. While the industry is known to have high levels of child and forced labour, this category is deemed moderate given the abundance of more ethical options available on the market. COCOA LOW Modern slavery-related risks include labour rights abuses, specifically no freedom of association/union rights, living MODERATE wage and forced labour. Raw material sourcing in conflict zones (where child labour and sexual servitude are common) is also a major issue. Suppliers should provide detail for how they manage these risks, including options for alternative FLEET & AUTOMOTIVE LOW HIGH supply outside conflict zones. Sourcing of fabric used for car

seats; mining of metals for body should also be interrogated.

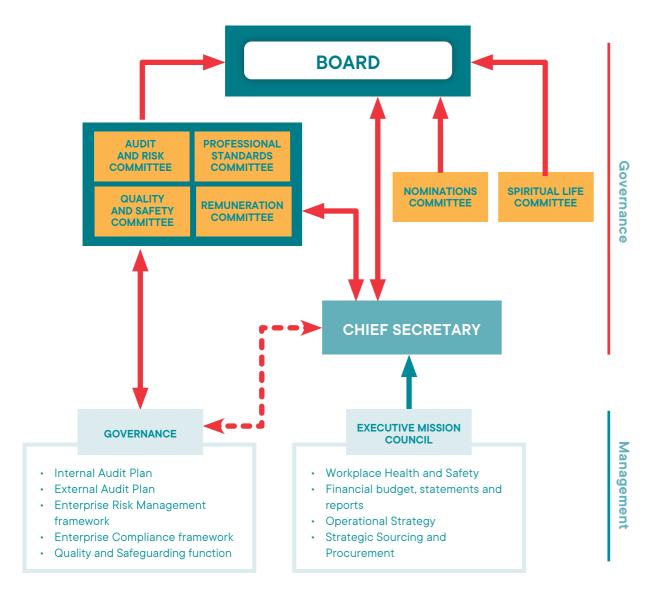
24



Oversight of Modern Slavery

Governance Framework

The Salvation Army Australia has a robust governance framework, with oversight by the Board and direct monitoring of activities and decisions through its committees. The below diagram outlines The Salvation Army Australia's governance structure.



Governance Policies

Underpinning the governance framework are several policies, and, in particular, the following in relation to modern slavery, which cover and address a broad range of fundamental principles, which guide the delivery of The Salvation Army's mission, with a focus on ethical and lawful behaviour.

The following procedures and standards have been implemented to strengthen the application of the Procurement Policy:

PROCUREMENT POLICY

The Salvation Army Australia's Procurement Policy outlines the principles and identifies the standards that apply to procurement and the purchase of goods and services. It outlines due diligence in the procurement process, which must be proportionate to the level of expenditure and associated risk. Further, the policy highlights the possibility that purchased goods and services may be the result of Modern Slavery and that this must be considered by all parts of The Salvation Army Australia that engage in procurement of goods and services.

CONTINGENT LABOUR STANDARD

Provides guidance on the use of contingent workers by The Salvation Army Australia, including procurement of contingent workers, engagement of contingent labour (Professional Services / Independent Contractors / Labour Hire / Sole Traders), and management of contingent workers.

SUPPLIER CODE OF CONDUCT

Establishes The Salvation Army Australia's expectations of suppliers and their supply chain when they are providing goods and services to The Salvation Army Australia.

SOURCING AND AGREEMENT STANDARD

Provides guidance to The Salvation Army Australia's personnel on the sourcing of goods and services on using quotes and tenders, creation of preferred supplier arrangements, including supplier risk assessments, and procurement agreements.

PURCHASING STANDARD

Provides guidance to The Salvation Army Australia's personnel in the purchase of goods and services, use of purchasing arrangements/agreements, specified purchasing methods, and supplier selection.

The following policies are also in place as part of The Salvation Army Australia's governance framework:

- · Approved Authorities Policy
- Code of Conduct Policy
- Compliance Policy
- Feedback and Complaints Policy
- · Governance Policy
- Incident Management Policy
- · Investment Management Policy
- Risk Management Policy
- · Safety and Wellbeing of Children and Young People Policy
- Whistleblower Protections Policy

What we are doing to manage Modern Slavery risks in our supply chain

As reported in our previous modern slavery statement, The Salvation Army Australia has developed a comprehensive program for addressing modern slavery based on three key pillars:

- 1. Supply chain governance
- 2. Stakeholder engagement
- 3. Internal capacity building

Leading this work is a dedicated Responsible Sourcing Manager within the Strategic Sourcing and Procurement function, whose responsibilities include embedding responsible sourcing across the organisation, conducting extensive proprietary research on procurements and suppliers to inform risk assessment and action; and supporting key stakeholders to better understand and respond to modern slavery in supply chains.

In 2024, The Salvation Army Australia took significant steps across these pillars to enhance our approach to identifying and mitigating risks of modern slavery in our supply chains.

Key actions and initiatives

Procurement Policy Revision:

The Salvation Army Australia updated its Procurement Policy to better align with international standards and clarify terminology related to modern slavery and responsible sourcing.

Responsible Sourcing Capacity Building:

During this reporting period, we revised and simplified our Responsible Sourcing Toolkit, making it more accessible and user-friendly for personnel across the organisation. Updates included:

- New resources on high-risk sourcing categories
- Clarified workflows and guidance for responsible decision-making
- Comprehensive screening questions and grading rubric for more consistent vetting of current and new suppliers

Embedding Responsible Sourcing:

Working to embed and strengthen responsible sourcing across our organisation, Salvos Stores incorporated the toolkit methodology in three large projects—one involving new mattresses, which we sell at sub-market rates to customers; another in a downstream due diligence exercise vetting partners for the responsible management of excess textiles we are unable to resell to members of the public; and a third in an inter-departmental procurement exercise for branded apparel and uniforms (see Case Study).

We worked collaboratively across our organisation to make strategic decisions that balanced cost considerations with modern slavery risks. Fulfilling our commitment to take an engagement over compliance approach, we engaged a supplier who did not immediately meet our expected standard but who demonstrated values alignment and sincere interest in upskilling for stronger sourcing practices. This supplier later told us that the work they had to do with The Salvation Army Australia contract was more rigorous than they had encountered before, but was worth it and will likely make them more competitive for other work in the future. Additionally, rather than going with a single supplier, we decided to diversify and include a supplier who is going beyond minimum standards to achieve greater supply chain assurance. Informing this choice was our recognition that these businesses need to receive a market signal that rewards their efforts and that without that signal, they will continue to be undercut by businesses taking the easier, less impactful path.

CASE STUDY: STRATEGIC PARTNERSHIP WITH WORKWEAR GROUP FOR ETHICAL SOURCING

The Salvation Army Australia is deeply committed to upholding human and labor rights throughout our supply chains. This case study highlights our recent decision to partner with Workwear Group for sourcing our uniforms and branded apparel, demonstrating how we're making strategic choices to work with suppliers who share our values and commitment to ethical practices; and because this decision involved a team of people from across The Salvation Army, it is also a great example of how we are embedding responsible sourcing across our business.

As part of our ongoing efforts to ensure fair, decent, and dignified working conditions in our supply chains, we conducted a thorough assessment of potential suppliers for our uniform and branded apparel needs. The Workwear Group stood out for their alignment with our values, commitment to transparency and their robust approach to supply chain management.

Key Factors in Supplier Selection

1. Shared Values and Commitment to Responsible Sourcing

Workwear Group demonstrated a strong commitment to ethical practices.
They have:

- Policies that reflect international standards regarding wages, freedom of association, subcontracting and recruitment (i.e. employer-pays principle)
- Direct relationships with manufacturers, avoiding reliance on brokers
- Offer of quarterly sustainability meetings with clients

2. Supply Chain Transparency

Workwear Group excelled in providing the requested supply chain information, including:

- Fully mapped Tier 1 and Tier 2 supply chains
- Disclosure of requested supply chain information
- Vertical integration and direct management of parts of Tier 3 for greater oversight
- 3. Proactive Approach to Worker Welfare

The supplier showed a genuine commitment to worker well-being through:

- Implementing a worker hotline
- Obtaining ECA (Ethical Clothing Australia) accreditation
- Regular visits to manufacturing sites conducted by their staff

Our partnership with Workwear Group exemplifies our commitment to making strategic decisions that uphold human and labor rights in our supply chains. This kind of decision-making links directly with our theory of change.

Essentially, we believe that by partnering with suppliers like Workwear Group, we will enhance visibility into our uniform supply chain; improve our ability to verify fair working conditions; and address issues in a sustainable and workercentered way when they occur.

Annual Supplier Forum:

The Salvation Army hosted our second annual Supplier Forum, bringing together 40 of our most strategic suppliers, representing over \$72.5million in spend.

We also hosted procurement representatives of The Salvation Army New Zealand, Fiji, Tonga and Samoa Territory. At this forum, we collaborated with several key suppliers to share information about The Salvation Army Australia's approach to environmental sustainability and circular economy, modern slavery and meeting the social responsibility challenges of the future. In turn, we highlighted suppliers' work as models of best practice. We also invited external partners from the Uniting Church in Australia, Synod of Victoria and Tasmania, Dignity in Work for All (DIWA) (formerly Verité Southeast Asia), and Issara Institute to introduce our suppliers to three ways of going beyond audits to improve supply chain assurance.

On the following day, we partnered with UCA and DIWA to deliver an intensive workshop for suppliers on how to effectively address modern slavery in supply chains. Feedback from both sessions was overwhelmingly positive and at participants' request, we will continue to deliver an annual forum and supplementary workshops.



Shift toward Worker-Led Supply Chain Assurance

In a major strategic move, TSA decided to become a Partner of the Issara Institute, a pioneering non-governmental organisation tackling human trafficking and forced labour issues in global supply chains.

This partnership marks the beginning of a transition away from a top-down, buyer-led approach to supply chain assurance to a more human-centered, worker-led approach.

From Audits to Partnership: The Salvation Army and Issara Institute

Modern slavery cannot be addressed if it never comes to light and because there are so many barriers to identifying the practice (i.e. fear and mistrust of authorities), detection often relies on workers coming forward. This requires trust and trust is only built when workers see that the system meant to help them actually works.

Despite good intentions, traditional corporate social responsibility (CSR) approaches are not working to achieve this trust. A growing evidence base¹ indicates that social audits are failing to detect serious rights violations and are often entirely disconnected from grievance mechanisms and remediation pathways, if they exist. This system is not just failing workers. It is also failing businesses, including buyers and their suppliers, who are pouring millions of dollars into ineffective strategies that are now being challenged in the courts² and are unlikely to stand the test of stricter legal requirements, such as Europe's Corporate Social Due Diligence Directive (CSDDD).

Reflecting on our progress to date, we found that the traditional approach of derisking at tier 1, attempting to cascade standards up the supply chain and auditing for verification had plateaued. Many of our suppliers simply don't have the resourcing or information to reliably verify labour standards to the point of origin. Recognising this, we built a successful business case for a strategic shift away from traditional, buyer-driven

corporate social responsibility to a more inclusive approach that provides workers an active voice in supply chain governance and has been proven to effectively detect and remediate rights abuses.

We will be doing this through a new strategic partnership with the Issara Institute. Established in 2014, Issara Institute is an independent non-governmental organisation (NGO) based in Asia and the U.S. tackling issues of human trafficking and forced labour through worker voice, partnership, and innovation. The Institute was founded by a team of anti-trafficking expert practitioners who, understanding the barriers workers experience in reporting rights violations and accessing remedy, created an alliance of private sector, civil society, and government partners to address labour issues in global supply chains.

Operating at the most grassroots level, Issara have pioneered "Inclusive Labour Monitoring" (ILM)— a worker-informed technology system and multi-stakeholder collaboration platform equipping global brands, retailers, suppliers, recruitment agencies, and government with the tools to drive more ethical supply chains and engage meaningfully with workers and civil society.

ILM has opened a diverse set of communication channels for workers to voice concerns, as well as praise, for employers in a way and timeframe that suits workers. This means more workers are coming forward and more issues are getting addressed promptly and effectively³—and often before they become more serious problems. ILM provides an evidence-based addition, if not alternative, to traditional CSR that is both proven and affordable. In fact, we believe it is likely to deliver far better value and brand protection than audits.

Over time, we envision a transition away from screening poor players out of our supply chain to screening in players we know are already doing the right thing, as validated by workers.

The Salvation Army Australia is the first not-for-profit Partner of Issara and the first Partner who is also a local service provider who may support remediation efforts through the ILM Action Network.

¹See generally, Moore, H., & Kishna, S., Eds. (April 2024). Access to remedy for survivors of all forms of slavery, trafficking and forced labour [Special Issue] Journal of Modern Slavery. https://slavefreetoday.org/journal_of_modern_slavery/v9i1-access-to-remedy-for-survivors-of-all-forms-of-slavery-trafficking-and-forced-labour.pdf. See also, Jolyon Ford and Justine Nolan, "Regulating Transparency on Human Rights and Modern Slavery in Corporate Supply Chains: The Discrepancy between Human Rights Due Diligence and the Social Audit," Australian Journal of Human Rights 26, no. 1 (January 2020): 27-45, https://doi.org/10.1080/1323238X.2020.1761633; Amy V. Benstead, Lisa C. Hendry and Mark Stevnson, "Detecting and Remediating Modern Slavery in Supply Chains: A Targeted Audit Approach," Production Planning & Control 32, no. 13 (2020): 1136-1157, https://doi.org/10.1080/09537287.2020.1795290; Transparentem. Hidden Harm: Audit Deception in Apparel Supply Chains and the Urgent Case for Reform, Transparentem (2020),https://transparentem.org/wp-content/uploads/2021/09/Hidden-Harm-Audit-Deception-in-Apparel-Supply-Chains-and-the-Urgent-Case-for-Reform.pdf.

²https://www.leighday.co.uk/news/news/2022-news/tesco-and-intertek-face-claims-of-forced-labour-and-debt-bondage-at-ff-fashion-factory/ ³Inclusive Labor Monitoring Community Dashboard | https://www.workervoices.org/worker-voice

How we are assessing the effectiveness of our management of Modern Slavery risks in our supply chains and operations

As reported previously, The Salvation Army Australia's approach to modern slavery in supply chains is embedded within a broader responsible sourcing program, which is connected into our national vision. We have also adopted a 'theory of change' approach to measuring effectiveness, through which we test our assumptions about the causal pathways between our actions and the change we expect to see as a result. To monitor progress over time, we developed a logic model that contextualises earlier, process-based activities and outputs within longer-term, outcomes-focused objectives.

Over time, we expect that our activities will lead to measurable change in how we engage with key stakeholders within and connected to our supply chains. A key measure of success for us is to identify issues and quite possibly violations. A second measure will inform whether our efforts to remediate these problems has effectively resolved the matter in terms of both addressing the cause and the impacts of the harm. We anticipate that our new partnership with Issara Institute will significantly enhance our ability to meet these two targets.

NATIONAL VISION STATEMENT

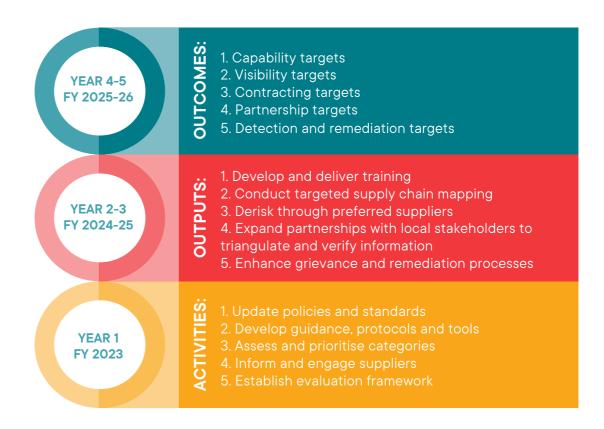
Wherever there is hardship or injustice, Salvos will live, love and fight alongside others to transform Australia one life at a time with the love of Jesus.

RESPONSIBLE SOURCING PROGRAM VISION

To ensure we are not benefitting from, causing or contributing to hardship or injustice through the goods and services we procure.

GOAL

To embed responsible sourcing into purchasing and procurement activity across the organisation.



Based on our aims for the 2024 financial year, we are pleased to report that we are on track to meet all of our aims set out for the 2025 financial year. Key accomplishments include:

- We delivered two training programs for key suppliers as well as a day-long forum in which we provided extensive information on tackling modern slavery and related rights abuses in supply chains.
- We progressed supply chain mapping in high risk categories, including food, rubber gloves, furniture and apparel.
- Derisking through preferred suppliers, including contract cleaning, food services, mattresses, apparel and fleet.
- Joined Inclusive Labour Monitoring Action Network to link with local partners in sourcing areas and establish an effective detection and remediation mechanism in the 2025 financial year.

For the 2025 financial year, we have developed a more specific evaluation framework with key performance indicators and outcomes for each of our three work pillars: supply chain governance; stakeholder engagement; and internal capacity building. (as shown on page 34)

2025 financial year evaluation framework

SUPPLY CHAIN GOVERNANCE

OBJECTIVES:

Verify supply chain conditions meet The Salvation Army Australia's expectations for respecting labour and human rights. To preference suppliers who share our values and commitment to transparency and impactful supply chain management.

ACTIVITIES:

- Deploy inclusive labour monitoring
- Continue screening new suppliers using responsible sourcing methodology

KPIs:

- Rights violations are effectively detected
- Detected cases of modern slavery and related rights violations are remediated effectively, as validated by workers
- Procurement/sourcing activities utilise responsible sourcing methodology
- · Continue screening new suppliers using responsible sourcing methodology

OUTCOMES:

- We take a 'shared responsibility' approach to supply chain management
- Supply chain risks and incidents being identified and corrected in a worker-centered manner
- Decisions are informed by reliable and worker-centered information
- Suppliers are meeting requirements under The Salvation Army Australia's policies and standards
- The Salvation Army Australia disengages from suppliers who do not demonstrate values alignment and who either do not meet or are unwilling to undertake upskilling to meet the highest standards of responsible sourcing

STAKEHOLDER ENGAGEMENT

OBJECTIVES:

To preference suppliers who share our values and commitment to transparency and impactful supply chain management. Increase communication with suppliers to improve their capacity to address modern slavery risks.

ACTIVITIES:

- Supplier newsletters
- Supplier enablement activities
- Conduct joint supply chain mapping
- Identify and retain new supply chain partners exhibiting fair and responsible employment and recruitment practices

KPIs:

- Two communiques sent per annum with info on emerging issues and trends
- Two supplier training workshops are completed
- Annual supplier forum is convened and evaluated
- Suppliers engage proactively to map high risk supply chains by sharing information and participating in collective problem solving and remediation where required

OUTCOMES:

- Suppliers are meeting expectations and providing constructive feedback where expectations cannot be met
- Suppliers modelling best practice are rewarded through recognition
- Suppliers are proactively engaging with The Salvation Army Australia to tackle supply chain challenges
- Suppliers are meeting requirements under The Salvation Army Australia's policies and standards
- The Salvation Army Australiadisengages from suppliers who do not demonstrate values alignment and who either do not meet or are unwilling to undertake upskilling to meet the highest standards of responsible sourcing



OBJECTIVES:

Enhance internal capabilities to address modern slavery in supply chains.

ACTIVITIES:

- · Continue to upskill category managers in responsible sourcing methodology
- Provide support to The Salvation Army Australia business areas to implement responsible sourcing methodology
- Deliver responsible sourcing workshops for The Salvation Army Australia staff

VDI₀

- Responsible sourcing methodology is used by staff across the organisation
- · Four responsible sourcing workshops are delivered

OUTCOMES:

- Staff are able to engage suppliers around risks, non-compliance and remediation
- · Consistent and people-centered approach to modern slavery risk management across business
- Policies are followed consistently by all staff responsible for sourcing and procurement activity



OBJECTIVES:

Communicate our commitment to addressing modern slavery in all its forms and fulfill our responsibility under the *Modern Slavery Act 2018* (Cth).

ACTIVITIES:

Publish modern slavery statement FY25

KPIs:

Our modern slavery statement FY25 is compliant and demonstrates measurable progress against previously stated objectives

OUTCOMES:

Our modern slavery statement FY25 meets, if not exceeds, minimum standards

3

How we are working together to combat Modern Slavery risks in our supply chains and operations

All of the Property Trusts share the same body of Trustees and executive management teams. All of the Property Trusts adopt the same policies, procedures and protocols.

The Companies have Boards of directors appointed with the express approval of the Trustees of the Property Trusts who are the relevant parent entities of each company. Other than with respect to industry specific additional requirements, all of the Companies adopt the same policies, procedures and protocols and operate in similar sectors.

This Joint Modern Slavery Statement was prepared in consultation with The Salvation Army Australia's Enterprise Risk and Compliance, and Strategic Sourcing and Procurement teams. This Joint Modern Slavery Statement was prepared following discussions and involvement of these functions in so far as they operate and the relevant key individuals interact both with the Property Trusts and the Companies. The Salvation Army Australia's Board is committed to the modern slavery initiatives set out in this Joint Modern Slavery Statement.

Throughout the reporting period, updates on our activities to combat Modern Slavery were provided to the Board Audit and Risk Committee for their awareness. This Joint Modern Slavery Statement was provided to the Board for review, prior to it being formally adopted by the Board for sign off by the Board Chair and the Chief Secretary of The Salvation Army Australia.

What else we are doing to fight Modern Slavery

Policy and Advocacy

The Salvation Army Australia continues to advocate to influence key decision makers and those who have the power to implement social policy change. This includes advocacy with federal, state and territory members of parliament, noting that social policy can make the most difference to those experiencing hardship, injustice and marginalisation.

Situated within The Salvation Army Australia's Policy, Research and Social Justice Department, the Policy and Advocacy team is responsible for coordinating social policy development, social justice education and advocacy efforts on social policy issues, including modern slavery and human trafficking

Service, support and outreach

Since 2008, The Salvation Army Australia has continued to independently operate the only refuge in Australia dedicated exclusively for survivors of slavery and trafficking. The Safe House also supports men, women and children in the community who may be at risk of slavery and severe labour exploitation.

The Safe House provides flexible and comprehensive support to survivors including:

- Access to health care
- Access to legal support
- Accommodation
- Confidential advice
- Education/employment assistance
- Emergency financial relief
- International assistance
- Rights education

Pathways to independence

The Salvation Army Australia also operates the Australian Freedom Fund, which provides small, individual grants to survivors and people at risk of modern slavery.

The Salvation Army Australia also operates Australia's first and only Modern Slavery Transitional Housing Pilot in partnership with Salvos Housing and the Sisters of Charity Foundation, providing survivors with supported pathways to independence.

Lived Experience Engagement Program (LEEP)

LEEP seeks to support direct contributions and advice to the Australian Government on human trafficking and modern slavery policy and programs from people with lived experience of trafficking, slavery and slavery-like practices including servitude, forced labour and forced marriage.

In late 2022, the LEEP model was operationalised. In 2024, LEEP expanded to include a Connect and Grow program to support connection, leadership and advocacy development.

Drawing from LEEP participants, a Survivor Advisory Council (SAC) to the government has been established, the first of its kind in Australia and a first step in a partnership approach with modern slavery survivors to achieving change.

In its second iteration, LEEP has increased participant numbers to include people with lived experience of forced marriage and expanded the SAC from six to eight members. Incorporating their diverse experiences, cultures and abilities, members contribute expertise to assist the achievement of National Action Plan action items.

Their work so far this year has included the Victim and Survivor Engagement and Empowerment Strategy; enhancing civil protections and remedies for people in or at risk of forced marriage; and supports for people with lived experience of forced marriage. They have also been consulted about lived experience engagement in the training of police.

LEEP was funded by the Australian Government through Round 1 and 2 of the National Action Plan to Combat Modern Slavery 2020-25 Grant Program.

Additional Referral Pathway

The Additional Referral Pathway (ARP) is a pilot program aimed at assisting individuals who have experienced or are experiencing modern slavery by helping them understand their rights and connect with appropriate support. Delivered by a consortium led by The Salvation Army Australia and funded by the Commonwealth Department of Social Services (DSS), the ARP includes organizations such as Anti-Slavery Australia, Australian Muslim Women's Centre for Human Rights, Project Respect, and Scarlet Alliance.

The program offers a safe, confidential, and culturally sensitive entry point to the Support for Trafficked Persons Program (STPP), with a trauma-informed approach. It involves screening and assessing individuals for indicators of modern slavery, while also focusing on enhancing their safety and well-being through safety planning and addressing immediate welfare needs, such as emergency accommodation, transport, and food. Legal advice will be provided, and alternative support options will be identified for those deemed ineligible for the STPP



Each of the bodies / entities defined in this document as comprising The Salvation Army Australia, are all owned and controlled by the Trustees, who, by virtue of a resolution of the Trustees, consider the Board to be the relevant higher entity as per section 14(2)(d)(ii) of the Modern Slavery Act 2018 (Cth). This Modern Slavery Statement was considered and approved by the Board of The Salvation Army Australia on 5 December 2024.

M. Augar.

Miriam Gluyas, Commissioner Territorial Commander, Chair of the Board, The Salvation Army Australia

> Winsome Merrett, Colonel Chief Secretary The Salvation Army Australia

Momet

Modern Slavery Statement Australia 2024



The Salvation Army Australia salvationarmy.org.au 13 SALVOS (13 72 58)