

PayPal Giving Fund Australia

Annual Report and Financial Statements

For the year ended 31 Dec 2022

***PayPal* Giving Fund**

ABN 65 106 950 945

Contents

A letter from the Chair and Executive Director	3
Our Vision and Mission	4
Directors' Report	9
Our Programs	10
Our Key Achievements in 2022	13
Board and Governance	18
Financial Statements	28
Statement of Profit or Loss and other Comprehensive Income	29
Statement of Financial Position	30
Statement of Changes in Equity	31
Statement of Cash Flows	32
Notes to the Financial Statements	33
Trustee's Declaration	40
Auditors Declaration of Independence	42
Independent Auditor's Report	43
Audit Compliance Report with Public Ancillary Fund Guidelines	45

A letter from the Chair and Executive Director

Dear Supporter,

This year PayPal Giving Fund Australia passed the significant milestone of \$200 million raised to support Australian charities since launching in 2018. This achievement is testament to our ongoing commitment to help normalise giving as a part of everyday life, inspiring new waves of philanthropy and helping charities find and engage with new sources of funding.

Our support for charities has never been more critical, as major crises emerge with increasing frequency and the need for philanthropy grows amid economic uncertainty. **During 2022, we helped raise \$33 million**, thanks to 1 million individual donors, and granted funds to 4,504 Australian charities.

This outstanding result can be largely attributed to the ingenuity of our partners, including PayPal, Facebook, GoFundMe, Humble Bundle, Deed, Catalyzer and Twitch, and their customers choosing to support great causes with PayPal Giving Fund. These partners continue innovating and investing in new ways to harness collective generosity, including the launch this year of PayPal Fundraisers, which helps customers connect with like-minded individuals and multiply their philanthropic impact.

We are proud of everything PayPal Giving Fund has achieved so far and excited about the opportunities to continue advancing our mission to benefit Australian charities, and the communities they serve.

Thank you for your continued support which is greatly appreciated.

Regards,



Eric Lassen
Board Chair

A handwritten signature in blue ink that reads "Eric" in a cursive style.



Erica McLernon
Executive Director

A handwritten signature in blue ink that reads "E. McLernon" in a cursive style.

Our Vision and Mission

PayPal Giving Fund's vision is to inspire a new wave of philanthropy, harnessing the power of technology to make giving a part of everyday life. We pursue this vision by developing innovative programs that introduce charitable giving to new audiences in relevant and engaging ways, benefiting the charity sector.

Through our partnerships, we make it easy for donors to support charities they care about on the websites and apps they use every day. In doing so, we enable charities to forge relationships with new supporters, and to benefit from new sources of funds to apply in the pursuit of their missions. In all that we do, we strive to innovate to provide more opportunities to give, engage more donors, and raise more funds. We provide donation and donor reports, issue tax receipts, distribute grants, and handle registration requirements all without charging charities for our services.





Thanks to the support of PayPal Giving Fund, Cancer Council nationally are able to continue the vital work being done to support those impacted by cancer. As Australia's leading cancer charity, working across every area of every cancer, every day, we support families, speak out on behalf of the community on cancer issues, empower people to reduce their cancer risk, and find new ways to better detect and treat cancer. This work is only possible through the support of the community and organisations like PayPal Giving Fund, and we're very appreciative of their involvement this year, helping us reach a new audience with information on what we do and how they can get involved.

**Lillian Ryan, Director of Marketing and Fundraising Cancer Council WA,
on behalf of Cancer Council**



Reference and administrative details of PayPal Giving Fund

Registered Office	Level 24, 1 York Street Sydney, NSW 2000
Contact Details	P: 02 8223 9500 E: care@paypalgivingfund.com.au W: www.paypalgivingfund.org
Auditor	BDO Audit Pty Ltd Level 11, 1 Margaret Street Sydney NSW 2000
Solicitors	Corrs Chambers Westgarth Quay Quarter Tower Level 37/50 Bridge St Sydney NSW 2000

PayPal Giving Fund Australia Board of Directors

DIRECTORS THAT SERVED ON THE PAYPAL GIVING FUND
BOARD DURING THE FINANCIAL YEAR 2022

Eric Lassen	Non-executive Board Director Apr 2021 - current Board role: Chair, 12 Aug 2022 - current Chief Executive Officer, PayPal Australia
David Sexton	Independent Board Director, Aug 2019 - Feb 2023 Board role: Chair, 19 Feb 2020 - 12 Aug 2022 Chief Executive Officer, WeFlex
Katherine Raskob	Independent Board Director, Oct 2020 - current Board role: Vice Chair, 12 Aug 2022 - current Chief Executive Officer, Fundraising Institute Australia
Elaine Herlihy	Independent Board Director Jun 2018 - current Board role: Treasurer, 18 Sept 2018 - 12 Aug 2022 Chief Marketing & Product Officer, OFX
Simon Banks	Non-executive Board Director Nov 2021 - current Director of Enterprise Sales, PayPal Australia
Elizabeth Lord	Non-executive Board Director, Jan 2020 - Nov 2022 Vice Chair, 19 Feb 2020 - 12 August 2022 Former Chief Marketing Officer, PayPal Australia

Company Secretaries

Elizabeth Briggs	Company Secretary Oct 2021 - current Director of Legal, PayPal Australia
Elle Zhang	Company Secretary Jul 2022 - current Senior Legal Counsel, PayPal Australia

Officers & Staff

Officers and staff serving within the financial year 2022

Erica McLernon	Executive Director
Joshua Tripp	Chief Operating Officer
Nuru Kiyemba	Chief Financial Officer
Michelle Werner	Marketing Manager
Katherine Bai	Operations Associate

Directors' Report

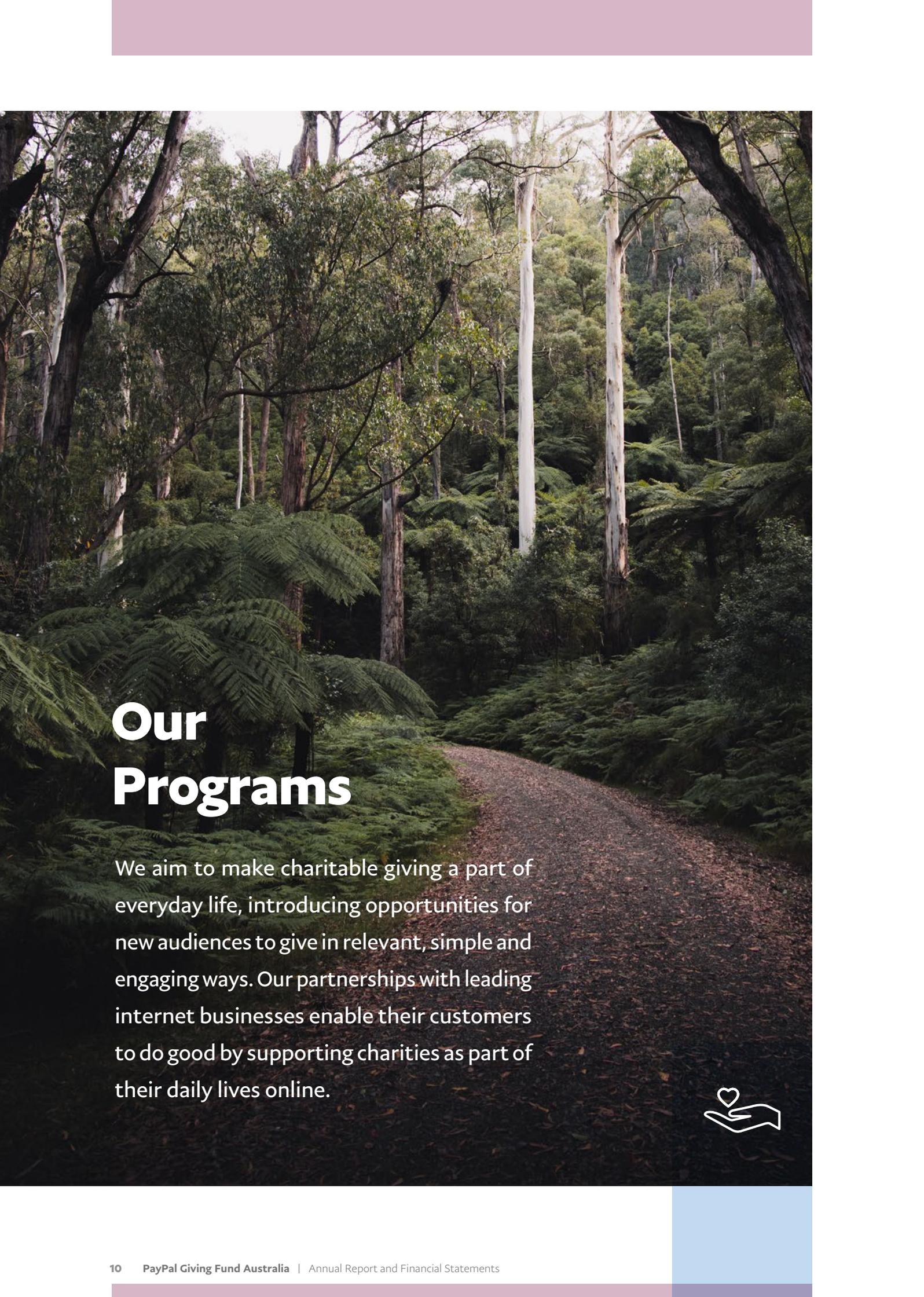
The directors present their report, together with the financial statements of PayPal Giving Fund for the year ended 31 December 2022.

PURPOSE AND OBJECTIVES

The purpose of PayPal Giving Fund is to grant funds to eligible entities in accordance with the Public Ancillary Fund Guidelines. We continue to focus on the following three priorities, reviewed at a strategy day attended by management and the board, and refined at subsequent board meetings:

1. Increasing the total funds raised each year to benefit charities across our partnerships and programs.
2. Increasing the number and variety of charities that benefit from our programs through a more inclusive platform that generates more value for charities.
3. Managing our growth by building capacity and operational excellence, so we can operate our programs effectively at greater scale.

Our principal activity to achieve our objectives is the development of partnerships with PayPal Inc and its subsidiaries, and with other leading internet businesses such as Humble Bundle, GoFundMe, Facebook and Twitch. The partnerships enable eligible charities to benefit from the unrestricted funds we raise through innovative customer giving programs. Performance is measured through the amount of funds raised, volume of eligible charities benefitting and operational performance.

A photograph of a forest path. The path is made of brown leaves and dirt, winding through a dense forest. In the foreground, there are large, vibrant green ferns. The trees are tall and thin, with some having white bark. The lighting is soft, suggesting a shaded forest environment.

Our Programs

We aim to make charitable giving a part of everyday life, introducing opportunities for new audiences to give in relevant, simple and engaging ways. Our partnerships with leading internet businesses enable their customers to do good by supporting charities as part of their daily lives online.



About our partners



PayPal makes it easy for donors to find and support their favourite charities. Giving opportunities embedded in the PayPal web and mobile app customer experience are enhanced by seasonal campaigns and promotions that inspire people to give more - and give more often. PayPal customers can also create customised fundraisers within the PayPal app and share with other potential donors.



GoFundMe is a social fundraising platform that lets people raise funds to benefit their favourite charities through donations made to PayPal Giving Fund. Through the site, users can create their own unique fundraising campaigns to support a charity of their choosing and share their campaigns through social media to drive donations.



Facebook enables its users to create charity fundraisers and share them with friends and family. Thanks to our partnership, Facebook users can now support any of the charities in PayPal Giving Fund's directory. As with our other programs, donations are made to PayPal Giving Fund, and we then grant the funds to charity in our monthly pay-outs, subject to our policies.



Humble Bundle is a leading retailer of digital games and eBooks that offers its customers the opportunity to support the charities in our network with every purchase they make. Through an innovative "pay what you want" pricing model, customers can not only choose what they want to pay, but also designate a portion of the sale to be donated by Humble Bundle to PayPal Giving Fund to benefit the charity of their choice.

About our partners



Deed helps companies harness the passion of their employees and customers to take a stand, sharing values, and making a lasting impact in their community.



Twitch is an interactive livestreaming service and global community that comes together every day to create unique, live, and unpredictable experiences from the interactions of millions.

Twitch's charity tool makes it easier for streamers to raise money for causes they care about by removing the hassle from donation tracking and making it easier for viewers to donate directly to a charitable cause.



Catalyser is an easy to use employee giving platform that gives businesses full control over their corporate social responsibility program.

Our Key Achievements in 2022



OUR KEY ACHIEVEMENTS IN 2022

Highlights

**\$33M AUD
FUNDS RAISED**

in 2022 through our partner programs

1M DONORS

gave to PayPal Giving Fund

**4,504 CHARITIES
GRANTED FUNDS**



OUR KEY ACHIEVEMENTS IN 2022

Growing our partnerships

Our partnership programs raised \$33M AUD as a result of 1M generous donors in Australia and around the world supporting Australian charities.

In February 2022, PayPal and PayPal Giving Fund launched a Ukraine Relief Campaign. The campaign enabled PayPal customers to help those affected by the events in Ukraine by supporting responding charities including Australian Red Cross, UNICEF Australia, Australia for UNHCR, Emergency Action Alliance Limited, World Vision Australia and Care Australia. In September 2022, PayPal and PayPal Giving Fund launched two new campaigns in response to the Pakistan floods and East Africa hunger crisis. The frequency of disasters has increased this year and PayPal Giving Fund is able to provide partners with a rapid fundraising response when needed.

Working with PayPal, we offered their customers a new way to create customised fundraisers for themselves, their communities and for charities. Funds raised to benefit charities are donated directly to PayPal Giving Fund, then granted to the intended charity. This new capability helps charities enrolled with PayPal Giving Fund to benefit from the collective generosity of millions of PayPal customers by providing an accessible, easy and secure way to connect and work together.

Total Funds Raised

\$33M AUD



OUR KEY ACHIEVEMENTS IN 2022

Supporting charities

We granted funds to 4,504 charities in 2022.

We also worked to provide more information to charities about fundraising campaigns and provided fundraising toolkits, giving charities greater insights into our programs.

Granted funds to

4,504
charities

Leveraging operational support

At PayPal Giving Fund, we are proud that, as in previous years, we've been able to continue our work without deducting any fees for ourselves from the donations we receive.



100% of donations received by PayPal Giving Fund are granted to charity

Thanks to the support of PayPal and our other partners, our operational expenses continue to be fully covered. In addition, PayPal Giving Fund receives considerable in-kind support from PayPal, including product and engineering development and support, customer service resources, legal advice, and use of PayPal's office space and equipment in addition to payment processing on some of our donations. The value of these in-kind services to support our program in Australia totalled \$665,439 AUD in 2022.



We are extremely grateful for the support provided by PayPal Giving Fund.

On any given day half a million households in Australia are struggling to put food on the table. Shockingly, 1.3 million children lived in severely food-insecure households in the last year.

Without the support of organisation like PayPal Giving Fund, Foodbank could not continue to provide food relief for Australians in need every day.

Brianna Casey, CEO of Foodbank Australia





Board and Governance



Structure and Governance

PayPal Giving Fund Australia Company Ltd is the corporate trustee of PayPal Giving Fund (“PPGF AU”), a registered Public Ancillary Fund and charity (collectively referred to as “PayPal Giving Fund Australia”).

PayPal Giving Fund Australia’s board is appointed by its sole member, PayPal Charitable Giving Fund (“PPGF US”), a public charity registered in the United States of America and founded by PayPal Inc. (PayPal).

Relationship with PayPal Inc, PayPal Charitable Giving Fund and PayPal Australia Pty Ltd

PPGF US also provides grant funding in support of PayPal Giving Fund Australia’s charitable purpose. PayPal Giving Fund Australia uses this funding to cover its operating cost, including employment costs. PayPal Giving Fund Australia does not employ any of its own workforce. PayPal Giving Fund Australia carries out its charitable purposes using staff formally seconded from PayPal Australia Pty Ltd, a Financial Services business (Australian Financial Services Licence number 304962) which provides the PayPal service in Australia. PayPal Giving Fund Australia pays market rate remuneration to PayPal Australia Pty Ltd for those seconded employees, consisting of a competitive base salary and reasonable benefits.

PayPal Giving Fund Australia relies on support services being provided by PayPal Australia Pty Ltd, PPGF US and third party service providers. All service arrangements are negotiated on arm’s length terms or on terms which are more favourable to PayPal Giving Fund Australia than would otherwise be expected under an arms’ length arrangement in accordance with Public Ancillary Fund Guidelines (e.g. in kind services).

BOARD AND GOVERNANCE

BOARD OF DIRECTORS

The Board of Directors are responsible for the overall governance of PayPal Giving Fund. While there is no cap on the total number of Directors, the minimum number of Directors is three, and with five members currently serving. The majority of those directors meet the definition of 'responsible persons' as per the Public Ancillary Fund Guidelines.

All Directors were duly appointed by PPGF US, having been proposed by the Board. The names of the Directors who served during the year are set out from page 7 of this annual report and accounts. The Board convene regularly for formal meetings, during which they oversee current business and review the charity's strategy as well as the operational and financial performance against annual plans and budgets. Additional meetings are scheduled on an ad hoc basis where required. On appointment, Directors receive an induction pack containing a detailed background on PayPal Giving Fund and its work, and meet with the Board Chair and Executive Director, helping them make informed decisions from the outset. Directors are encouraged to undertake ongoing professional development to support the overall effectiveness of the board.

RISK MANAGEMENT, INTERNAL CONTROLS AND DELEGATED AUTHORITY

The organisation maintains a formal risk management framework to monitor and assess business risks and implement risk management strategies. This involves identifying the types of risks that PayPal Giving Fund faces, prioritising these in terms of potential impact and likelihood of occurrence, and ensuring there are sufficient controls in place to mitigate these risks. The Board delegates the exercise of certain powers in connection with the management and administration of PayPal Giving Fund as set out below. This is controlled by the requirement for regular reporting back to the Board, so that all decisions made under delegated authority are ratified by the Board. Performance is monitored and appropriate management information is prepared and reviewed regularly by the Board. Systems of internal controls are designed to provide reasonable, but not absolute assurance against material misstatement or loss.

BOARD AND GOVERNANCE

They include:

- A regularly updated strategic plan and annual budget approved by the Board;
- Regular consideration by the Board of financial results, variances from budgets, non-financial performance indicators and benchmarking reviews;
- Delegation of day-to-day management authority and duties, with controls on expenditure decisions by the Executive Director, the Chief Financial Officer and individual Directors;
- Monitoring of PayPal Giving Fund's day-to-day financial transactions by the Executive Director, CFO and accounting team at PPGF US;
- Clear expenses policies with Board Directors. Approval required for any significant expenditure;
- Identification and management of material risks through a risk and control matrix, the PPGF AU risk profile is reviewed each quarter and upon any trigger events with any significant changes reported at board meetings.

CODE OF CONDUCT AND CONFLICTS OF INTEREST

The Board and staff are made aware of PayPal's and PayPal Giving Fund's code of conduct and conflicts of interest policies during their induction to the organisation and are provided with a copy of these documents at that time. Any potential conflicts with the Board are disclosed, considered and handled in accordance with the Conflicts of Interest policy. The organisation maintains a register of interests with updates being made when new or changed interests are declared.

BOARD AND GOVERNANCE

DIRECTORS

The following persons served as Directors on the PayPal Giving Fund Board during the financial year 2022.

Information on directors

Name:	Eric Lassen Non-Executive Director, Chair
Date of Appointment:	Apr 2021 – current
Qualifications:	Legal Admissions <ul style="list-style-type: none">• State Bar of California (1999)• Qualified to practice in Victoria, Australia (2014) Stanford University Law School - Palo Alto, California 1995-1998 Stanford University - Palo Alto, California 1988-1992 Bachelor of Arts with Honors
Experience and Expertise:	Eric is the CEO of PayPal Australia, with experience serving as a board director for non-profits since 2007. Before joining PayPal, Eric held the position of Senior Vice President and Deputy General Counsel at Live Nation Entertainment, leading a diverse range of global initiatives for this Fortune 500 company. Eric studied at Stanford Law School and is qualified to practice law in California, USA and Victoria, Australia. Throughout his career, he has been involved in a wide range of charitable endeavors, including supporting youth in the arts and families of children and young adults living with disabilities. In his leadership role with PayPal Giving Fund, Eric draws on his varied senior executive experience to help strengthen the impact of giving in Australia.
Name:	David Sexton Independent Director
Date of Appointment:	Aug 2019 - Feb 2023
Qualifications:	B.Bus
Experience and Expertise:	David has over 25 years' of executive leadership and governance experience across various industry sectors and is committed to the success of charitable and for-purpose organisations. He is the former CEO of Variety – the Children's Charity NSW/ACT and currently CEO of WeFlex. He joined the Board of PayPal Giving Fund Australia in August 2019 and was elected Chair in February 2020.

BOARD AND GOVERNANCE

DIRECTORS

Information on directors cont.

Name:	Katherine Raskob Independent Director, Vice Chair
Date of Appointment:	Oct 2020 – current
Qualifications:	BA, Master of International Management, Graduate of the Australian Institute of Company Directors
Experience and Expertise:	Katherine Raskob is the Chief Executive Officer of Fundraising Institute Australia, the national peak body for professional fundraising. She has 20 years' experience in senior management and marketing and communications roles in government, non-profit and for profit organisations in Australia and the United States including at the Association for Data-driven Marketing and Advertising and the Special Broadcasting Service. A keen volunteer, Katherine has served as a board director for several organisations over the past 10 years. In addition to her role as director for PayPal Giving Fund (Australia), she currently sits on the board of Girl Guides Australia. She grew up in Minnesota, USA, where she completed her undergraduate degree and a Master's in International Business Management. Katherine is also a member and graduate of the Australian Institute of Company Directors.

Name:	Elaine Herlihy Independent Director
Date of Appointment:	Jun 2018 - current
Qualifications:	Bachelor of Commerce, University College Dublin Higher Diploma in Marketing Practice, University College Dublin
Experience and Expertise:	Elaine Herlihy is Chief Marketing and Product Officer at global money transfer firm, OFX, where she leads global marketing, product and data analytics. Before joining OFX, Elaine was Marketing Director at PayPal Australia, where she was responsible for driving customer growth and engagement across both the consumer and merchant portfolios and building the PayPal brand in Australia. Under Elaine's leadership, PayPal was named 'Most Trusted Brand' in Australia by research company Ipsos. Previously, Elaine spent eight years at Westpac Group leading brand and marketing functions across both Westpac and BT Financial Group's Superannuation business. Prior to that, she spent ten years at Reuters in London, in a variety of marketing and communications roles.

BOARD AND GOVERNANCE

DIRECTORS

Information on directors cont.

Name:	Simon Banks Non-Executive Director
Date of Appointment:	Nov 2021 - current
Qualifications:	Graduate of the Australian Institute of Company Directors Bachelor of Economics (Finance and Accounting), Macquarie University Master of Business (Marketing), UTS
Experience and Expertise:	A strong and experienced people leader and Executive Director in the Australian financial services industry, with a deep focus on disruptive technologies, payments, mobile commerce and cloud technologies. Career experience spans establishing startup disruptors (eg Hyperwallet) through to established corporates including PayPal and Salesforce.com. Additionally, an experienced investor and advisor to small tech disruptors including CurrencyVue (acquired by Ant Financial), and Australian tech startups such as Laava ID and Slyp.
Name:	Elizabeth Lord Non-Executive Director
Date of Appointment:	Jan 2020 - Nov 2022
Qualifications:	BA (Hons), Graduate of the Australian Institute of Company Directors, Chief Marketing Officer for PayPal Australia
Experience and Expertise:	Elizabeth has over 20 years' of experience in Marketing Leadership roles and has served the last 10 years in local and overseas roles within PayPal. Since her return to Australia in 2019, she has undertaken Board responsibilities alongside her full time commercial roles, having held 2 positions as a Board Advisor to a Medical Tech Business and latterly the PayPal Giving Fund.

BOARD AND GOVERNANCE

COMPANY SECRETARIES

Name:	Elizabeth Briggs Company Secretary
Date of Appointment:	Oct 2021 - current
Experience and Expertise:	Elizabeth Briggs was appointed Company Secretary of PayPal Giving Fund in October 2021. Elizabeth is also the Director of Legal and Company Secretary for PayPal Australia and commenced in this role in July 2019. Elizabeth has over 15 years' experience working in banking and financial services in Australia and across APAC and prior to joining PayPal acted as General Counsel for an ASX listed diversified financial services company. Elizabeth is a member of the Law Society of NSW, a mentor of junior lawyers and supporter and contributor to a number of not for profit organisations.
Name:	Elle Zhang Company Secretary
Date of Appointment:	Jul 22 - current
Experience and Expertise:	Elle was appointed Company Secretary of PayPal Giving Fund Australia in July 2022. Elle is also a Senior Legal Counsel for PayPal Australia and PayPal Giving Fund. Elle joined PayPal in 2018 and looks after a wide range of areas, including product and regulatory legal support, marketing and PR support and PayPal giving initiatives. Elle was also the company secretary for PayPal Credit Pty Ltd from 2018 to 2021. Elle has over 11 years' of experience practicing in corporate and commercial, M&A, banking & financial services and corporate governance in Australia. Elle leads PayPal Australia legal team's pro bono legal program and is an active contributor to PayPal's pro bono legal support to the wider communities and partnering charities.

BOARD AND GOVERNANCE

MEETINGS OF DIRECTORS

The number of meetings of the Board of Directors ('the Board') during the year ended 31 December 2022, and the number of meetings attended by each director were:

	DIRECTOR ATTENDANCE	MEETINGS HELD
Eric Lassen	3	4
Katherine Raskob	4	4
David Sexton	4	4
Elaine Herlihy	4	4
Elizabeth Lord	2	3
Simon Banks	4	4

BOARD AND GOVERNANCE

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration for the year ended 31 December 2022 has been received and listed on page 42 of this annual report.

REMUNERATION REPORT

No remuneration or benefits were paid or attributed to any Board Director or non-executive director during the period of this report.

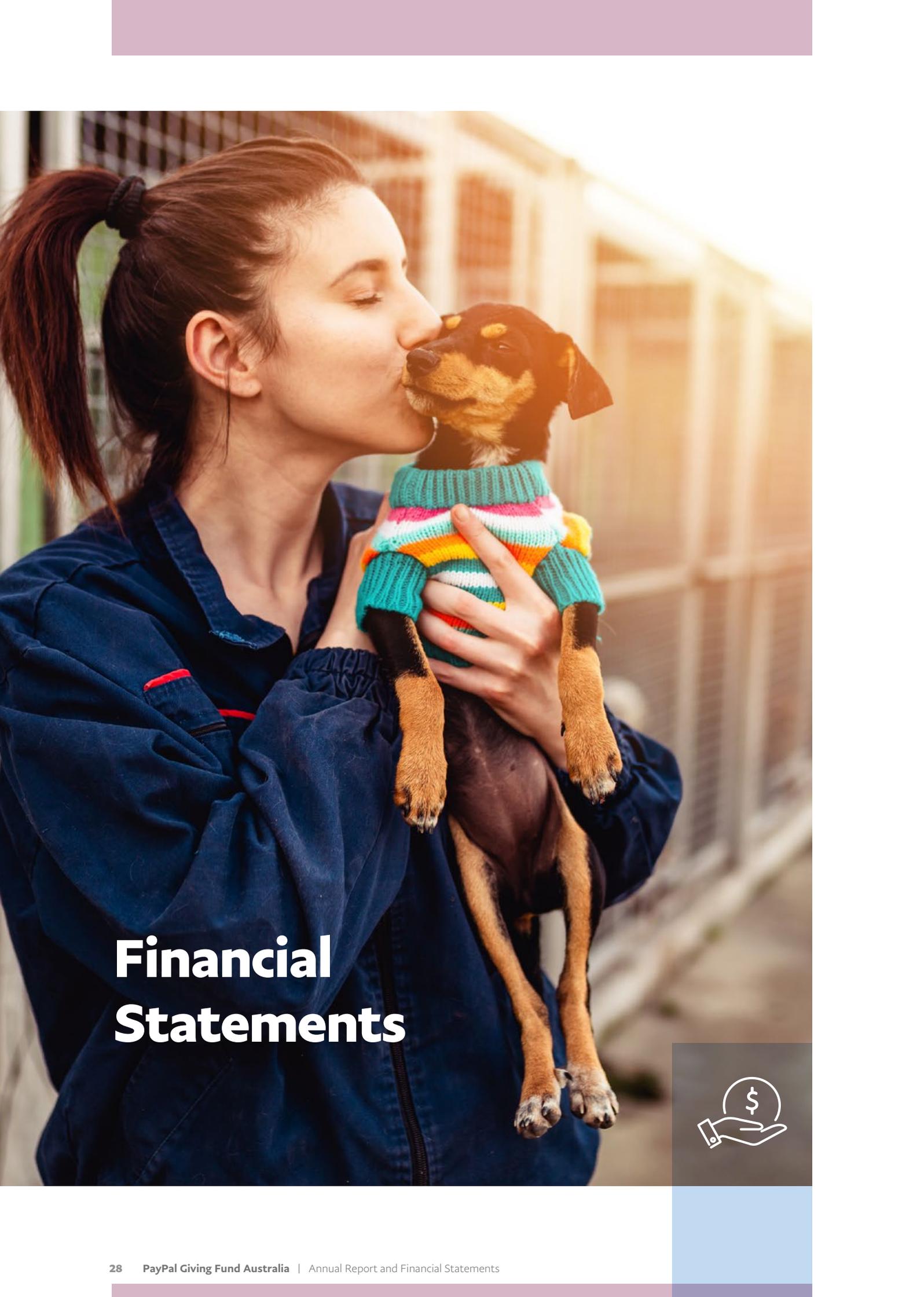
Signed in accordance with a resolution of the Board of Directors:
On behalf of the Directors



Eric Lassen

Board Chair of PayPal Giving Fund

27 March 2023



Financial Statements



FINANCIAL STATEMENTS

Statement of Profit or Loss and other Comprehensive Income

FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 \$	2021 \$
Donations	2	32,663,352	34,175,840
Other income	2	816,665	742,682
In-kind contributions	2	655,439	1,037,999
		34,135,456	35,956,521
Grants to charities		32,528,991	34,034,926
Transaction costs		150,768	164,280
Employee benefits expense	4a	103,048	339,957
Management fee	6e	315,595	-
Administration expenses		65,396	84,652
Consultancy fees		48,537	31,849
Professional fees	4b	96,494	111,958
In-kind expenses	4c	655,439	1,037,999
		33,964,268	35,805,621
Surplus before income tax		171,188	150,900
Income tax expense	1c	-	-
Surplus after income tax		171,188	150,900
Other comprehensive income		-	-
Total comprehensive income for the year		171,188	150,900

The above statement of Profit or Loss and Comprehensive Income should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS

Statement of Financial Position

AS AT 31 DECEMBER 2022

	Note	2022	2021
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		1,869,610	2,041,573
Receivable and other receivables		49,415	46,735
Prepayments		-	9,306
Total current assets		1,919,025	2,097,614
Total assets		1,919,025	2,097,614
Liabilities			
Current liabilities			
Grants payable	3	1,199,535	1,635,829
Other payables	5	201,865	115,348
Total current liabilities		1,401,400	1,751,177
Total liabilities		1,401,400	1,751,177
Net assets		517,625	346,437
Equity			
Retained surplus		517,625	346,437
Total equity		517,625	346,437

The above statement of Financial Position should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS

Statement of Changes in Equity

FOR THE YEAR ENDED 31 DECEMBER 2022

	RETAINED SURPLUS	TOTAL
	\$	\$
Balance at 1 January 2021	195,537	195,537
Comprehensive income		
Surplus for the period after income tax	150,900	150,900
Other comprehensive income for the period	-	-
Total comprehensive income	150,900	150,900
Balance at 31 December 2021	346,437	346,437
Balance at 1 January 2022	346,437	346,437
Comprehensive income		
Surplus for the period after income tax	171,188	171,188
Other comprehensive income for the period	-	-
Total comprehensive income	171,188	171,188
Balance at 31 December 2022	517,625	517,625

The above statement of Changes in Equity should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS

Statement of Cash Flows

FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	\$	\$
Cash flows from operating activities		
Donations received	32,671,941	34,142,495
Donations distributed to charities	(32,965,285)	(34,443,545)
Operational grant funding and other income received	816,665	742,682
Payments to consultants and service providers	(695,284)	(727,504)
Net cash used from operating activities	(171,963)	(285,872)
Cash flows from investing activities		
Net cash used in investing activities	-	-
Cash flows from financing activities		
Net cash used in financing activities	-	-
Net decrease in cash held	(171,963)	(285,872)
Cash on hand at beginning of the financial period	2,041,573	2,327,445
Cash on hand at end of the financial period	1,869,610	2,041,573

The above statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

31 DECEMBER 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures issued by the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The Fund is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 22 March 2023 by the Trustee.

New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Fund.

The following Accounting Standards and Interpretations are most relevant to the company:

Conceptual Framework for Financial Reporting (Conceptual Framework)

The Fund has adopted the revised Conceptual Framework from 1 January 2022. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the company's financial statements.

Notes to the Financial Statements

31 DECEMBER 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The Fund has adopted AASB 1060 from 1 January 2022. 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 and related parties.

Accounting Policies

Accounting Policies are included in the relevant notes or below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a. Cash and cash equivalents

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

PayPal Giving Fund Australia does not accrue interest on donations received and held in a bank account.

b. 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 (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

c. Income Tax

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

d. Economic Dependence

PayPal Giving Fund Australia is dependent on the PayPal Giving Charitable Fund (PPGF US) for the majority of its income used to operate the business. At the date of this report, the Board of Directors has no reason to believe the PPGF US will not continue to support the PayPal Giving Fund Australia.

Notes to the Financial Statements

31 DECEMBER 2022

	NOTE	2022	2021
		\$	\$
NOTE 2: DONATIONS FROM REVENUE AND OTHER INCOME			
Donations-other income	3	32,663,352	33,925,840
Donations-revenue from contracts with customers		-	250,000
		<u>32,663,352</u>	<u>34,175,840</u>
Other income			
Operational support grants – related parties	6a	816,665	742,682
		<u>816,665</u>	<u>742,682</u>
In-kind contributions – related parties	6b	665,439	1,037,999
Total donations from revenue and other income		34,145,456	35,956,521

Revenue and other income

The Fund recognises revenue when AASB 15 is appropriate and other income when AASB 1058 is appropriate. Where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 as revenue from customers with contracts. Revenue is recognised when (or as) the performance obligations are satisfied (i.e. when it transfers control of a product or service to a customer). Revenue is measured based on the consideration to which the Fund expects to be entitled in a contract with parties.

AASB 1058 applies when there is no contract, or the contract is not sufficiently specific and the consideration received is significantly less than the fair value of the asset (ie cash) principally to enable the entity to further its objectives and the excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately.

Donations-other income

Represents cash received in the year which will ultimately be granted to charities, and has been accounted for as per AASB 1058.

Other income

The Fund receives part of its income from in-kind contributions. Amounts donated can be recognised as income only when the Fund gains control, economic benefits are probable, and the amounts can be measured reliably.

All revenue is stated net of the amount of goods and services tax.

Notes to the Financial Statements

31 DECEMBER 2022

	NOTE	2022	2021
NOTE 3: GRANTS PAYABLE			
Opening financial liability		1,635,829	2,044,448
Donations received	2	32,663,352	33,925,840
Grants to charities		(32,965,285)	(34,193,545)
Fees and charges		(134,361)	(140,914)
Closing financial liability		1,199,535	1,635,829

Grants Payable

Grants payable represents the liability outstanding at year end for donations received by PayPal Giving Fund that have been allocated to eligible charities but are not yet paid out.

The balance is recognised as a current liability with the amounts typically paid within 90 days of recognition of the liability.

Notes to the Financial Statements

31 DECEMBER 2022

	NOTE	2022	2021
		\$	\$
NOTE 4: EXPENSES			
a	Employee Benefits		
	Salaries and Wages and other employee benefits	92,694	310,665
	Superannuation	10,354	29,292
		103,048	339,957
b	Professional fees		
	Audit fees – BDO Audit Pty Ltd	22,500	20,000
	Legal fees	73,817	91,546
	Other professional fees	177	412
		96,494	111,958
c	In-kind expenses		
	<i>PayPal Giving Fund US</i>		
	Administration support	48,764	133,788
	IT consulting and systems implementation	67,969	105,831
	<i>PayPal Australia</i>		
	Legal expense	34,575	21,750
	Customer service	8,034	56,979
	Rent	33,033	-
	Transaction fees	463,064	719,651
		655,439	1,037,999
	6c		

Notes to the Financial Statements

31 DECEMBER 2022

	NOTE	2022	2021
		\$	\$
NOTE 5: OTHER PAYABLES			
Accruals and other payables		201,865	115,348

Other Payables

Other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Fund during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	NOTE	2022	2021
NOTE 6: RELATED PARTIES			
a Operational support grant income			
- PayPal Giving Fund US	2	816,665	742,682
b In-kind contribution income			
- PayPal Giving Fund US		116,732	239,618
- PayPal Australia		538,707	798,381
	2	655,439	1,037,999
c In-kind expenditure			
- PayPal Giving Fund US	6b	116,732	239,618
- PayPal Australia	6b	538,707	798,381
		655,439	1,037,999
d Donations			
- PayPal Giving Fund US	2	94,790	250,000
e Management fee			
- PayPal Australia		315,595	-

In-kind services value has been set by the relevant service provider based on cost incurred. At year end, there were no outstanding loans, trade receivables and trade payables. Management fees were charged from May after employees transferred to PayPal Australia.

Notes to the Financial Statements

31 DECEMBER 2022

NOTE 7: KEY MANAGEMENT PERSONNEL DISCLOSURES

Directors receive nil compensation. During the year all employees were transferred to PayPal Australia. From the transfer date all key management personnel costs are part of the management fee.

Compensation other key management personnel

The aggregate compensation made to other members of key management personnel of the Fund is set out below.

	2022	2021
	\$	\$
Aggregate compensation	70,372	212,683

NOTE 8: COMMITMENTS

The Fund had no capital or leasing commitments at the reporting date.

NOTE 9: CONTINGENT LIABILITIES

As at the reporting date, the Fund had no significant contingent liabilities not otherwise provided for in the financial report.

NOTE 10: FUNDRAISING INCOME AND EXPENSES

Aggregate income from fundraising appeals is disclosed in the statement of profit or loss and other comprehensive income as donations. All costs of fundraising are paid through in-kind donations and other grants. The total gross proceeds from fundraising appeals is applied towards the purpose for which the funds were raised.

NOTE 11: EVENTS AFTER THE REPORTING PERIOD

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affect or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

PayPal Giving Fund Australia

ABN 65 106 950 945

TRUSTEE'S DECLARATION

The directors of PayPal Giving Fund Australia Company Ltd (trustee of PayPal Giving Fund Australia) declare that in the directors' opinion:

1. The attached financial statements and notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards – Simplified Disclosures applicable to the Fund; and
 - b. give a true and fair view of the financial position of the Fund as at 31 December 2022 and of its performance for the period ended on that date.
2. There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.



Eric Lassen

Board Chair, PayPal Giving Fund Australia Company Ltd

27 March 2023

PayPal Giving Fund Australia

ABN 65 106 950 945

TRUSTEE'S DECLARATION IN RESPECT OF FUNDRAISING APPEALS UNDER THE *CHARITABLE FUNDRAISING ACT 1991*

The directors of PayPal Giving Fund Australia Company Ltd (trustee of PayPal Giving Fund Australia) declare that in the directors' opinion:

- a) The Statement of profit or loss and other comprehensive Income gives a true and fair view of the state of all income and expenditure of PayPal Giving Fund Australia with respect to fundraising appeals;
- b) The Statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals;
- c) The provisions of the *Charitable Fundraising Act 1991* and the regulations under that Act and the conditions attached to the authority have been complied with; and
- d) The internal controls exercised by PayPal Giving Fund Australia are appropriate and effective in accounting for all income received and applied by PayPal Giving Fund Australia and its controlled entities from any of its fundraising appeals.

On behalf of PayPal Giving Fund Australia



Eric Lassen

Board Chair, PayPal Giving Fund Australia Company Ltd

27 March 2023

DECLARATION OF INDEPENDENCE BY LEAH RUSSELL TO THE TRUSTEE OF PAYPAL GIVING FUND AUSTRALIA

As lead auditor of PayPal Giving Fund Australia for the year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



Leah Russell
Director

BDO Audit Pty Ltd

Sydney

27 March 2023

INDEPENDENT AUDITOR'S REPORT

To the Trustees of PayPal Giving Fund Australia

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of PayPal Giving Fund Australia (the registered entity), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of PayPal Giving Fund Australia, is in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, and Fundraising Act 1998 (Victoria) and the Charitable Fundraising Act 1991, including:

- (i) Giving a true and fair view of the Company's financial position as at 31 December 2022 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards - Simplified Disclosure Requirements and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

In addition, and with reference to the Fundraising Act 1998 (Victoria):

- a) the financial statements show a true and fair view of the financial result of fundraising appeals conducted during the year;
- b) the accounting and associated records have been properly kept during the year in accordance with the Fundraising Act 1998 (Victoria) and Charitable Fundraising Act 1991 and the Regulations;
- c) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the Fundraising Act 1998 (Victoria) and Charitable Fundraising Act 1991 and the Regulations; and
- d) at the date of this report, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

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 registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.



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

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the registered entity's annual report, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of the directors for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosure Requirements and the ACNC Act and the Charitable Fundraising Act 1991, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the registered entity'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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

BDO

Leah Russell

Leah Russell

Director

Sydney, 28 March 2023

INDEPENDENT REPORT BY APPROVED AUDITOR TO THE TRUSTEES

To the Trustee of PayPal Giving Fund Australia

COMPLIANCE ENGAGEMENT

Opinion

We have undertaken a reasonable assurance engagement on PayPal Giving Fund Australia (the Fund)'s compliance with the requirements of the *Public Ancillary Fund Guidelines 2022* (the Guidelines) for the financial year ending 31 December 2022.

In our opinion, PayPal Giving Fund Australia has complied, in all material respects, with the requirements of the *Public Ancillary Fund Guidelines 2022* for the financial year ending 31 December 2022.

Basis for opinion

We conducted our engagement in accordance with Standard on Assurance Engagements ASAE 3100 *Compliance Engagements* issued by the Auditing and Assurance Standards Board.

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

Trustee's responsibilities

The Trustee of PayPal Giving Fund Australia (the Trustee) is responsible for compliance with the Guidelines and for such internal controls as the directors of the Trustee determine are necessary for compliance with the Guidelines. The responsibilities of the Trustee include requirements under the Guidelines for establishing and maintaining public ancillary funds as deductible gift recipients for the financial period 31 December 2022.

Our independence and quality control

We have complied with the independence and other relevant ethical requirements relating to assurance engagements, and apply Auditing Standard ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking this assurance engagement.

Assurance practitioner's responsibilities

Our responsibility is to express an opinion on the Fund's compliance, in all material respects, with the Guidelines for the financial year ending 31 December 2022.

ASAE 3100 requires that we plan and perform our procedures to obtain reasonable assurance about whether the Fund has complied, in all material respects, with the requirements of the Guidelines for the financial year ending 31 December 2022.

An assurance engagement to report on the Fund's compliance with the Guidelines involves performing procedures to obtain evidence about the compliance activity and controls implemented to meet the requirements of the Guidelines. The procedures selected depend on our judgement, including the identification and assessment of risks of material non-compliance with the requirements of the Guidelines.



Inherent limitations

Because of the inherent limitations of an assurance engagement, together with the internal control structure, it is possible that fraud, error, or non-compliance with compliance requirements may occur and not be detected.

A reasonable assurance engagement for the financial year ending 31 December 2022 does not provide assurance on whether compliance with the Guidelines will continue in the future.

Restricted use

This report has been prepared for use by the Trustee of the Fund for the purpose of fulfilling the requirements of the *Public Ancillary Fund Guidelines 2022*. We disclaim any assumption of responsibility for any reliance on this report to any person other than the directors of the Trustee, or for any purpose other than that for which it was prepared.

BDO Audit Pty Ltd

BDO

Leah Russell
Leah Russell

Director

Sydney, 28 March 2023

Registered Company Auditor Number: 299077



The time to stand up for the rights of women and girls has never been more critical than it is today. The escalating climate crisis, global conflict, economic instability, combined with the effects of the COVID-19 pandemic continues to take a toll on women and girls worldwide. But despite these challenges, there is hope. With the generous support of the PayPal Giving Fund, we have been able to reach even more women and girls across the globe, ensuring they can live an empowered life, free from poverty, violence, and discrimination. Thank you, PayPal Giving Fund, for helping create an equal future for all.

Simone Clarke, CEO, UN Women Australia



***PayPal* Giving Fund**

