

Neami Group Modern Slavery Statement 2020-2021

Introduction

Neami Group is proud to present its first modern slavery statement. Neami Group believes that freedom from slavery (in all its forms) is a fundamental human right and operates a zero-tolerance approach to any form of slavery in our operations and supply chains.

The Neami Group Modern Slavery Statement has been drafted by Neami Limited (Neami) and its wholly owned subsidiary Mental Health and Wellbeing Australia Limited (Me Well), together 'Neami Group', to meet the mandatory reporting requirements for entities with a consolidated revenue of more than \$100m found in the *Modern Slavery Act 2018* (Cth) ('the Act').

This statement covers the reporting period from 1 July 2020 to 30 June 2021. It outlines the steps Neami has taken to identify, assess and manage the risk of modern slavery in Neami Group's operations and supply chains.

The Act outlines seven mandatory criteria to be covered by the statement, including:

- Identifying the reporting entity
- Describing the structure, operations and supply chain of the reporting entity
- Describing the risks of modern slavery practices in the operations and supply chains of the reporting entity and any entities the reporting entity owns/controls
- Describing the actions take by the reporting entity and any entity the reporting entity owns or controls, to assess and address those risks, including due diligence and remediation processes;
- Describing how the reporting entity assess the effectiveness of such actions; and
- Describing the process of consultation with any entities the reporting entity owns/controls;
- Providing any other relevant information.

Modern Slavery describes situations where coercion, threats, or deception are used to exploit victims and undermine or deprive them of their freedom. The Act includes eight types of serious exploitation:

- Trafficking in persons;
- Slavery;
- Servitude;
- Forced marriage;
- Forced labour;

- Debt bondage;
- Deceptive recruiting for labour or services; and
- The worst forms of child labour (situations where children are subjected to slavery or similar practices or engaged in hazardous work).

About Neami Group

This section identifies the reporting entity and describes the structure, operations and supply chain of the reporting entity.

Neami Group Structure

Neami Limited trading as Neami National is a not-for-profit, unlisted public company, limited by guarantee. Neami Limited has a wholly owned subsidiary, Mental Health and Wellbeing Australia Limited, trading as Me Well. Both organisations are registered with the Australian Charities and Non-for-profits Commission (ACNC) and provide group reporting to the ACNC.

The Neami Group head office is located at 4-8 Water Road Preston, Victoria.

Neami is governed a [Board of Directors](#). The Board oversee the governance, compliance, review and risk assessment of Neami. The Board focus on the broader issues of organisational purpose and strategic positioning. Day-to-day operational management of the organisation is delegated to the [National Leadership Team](#), led by the Neami Group Chief Executive Officer, Tom Dalton.

Me Well is governed by a smaller Board of Directors which provides governance and strategic oversight. Day-to-date operations are delegated to Me Well management led by the Me Well CEO Tom Baxter.

Neami Group Operations

Neami Group provides community based mental health support services, housing and homelessness services, recovery-oriented clinical mental health support, National Disability Insurance Scheme (NDIS) services, suicide prevention and specialist community support.

Neami Group's revenue is predominately derived from state and federal government funding.

At as 30 June 2021, Neami Group:

- Operated in Victoria, New South Wales, South Australia, Western Australia and Queensland.
- Employed more than 1000 employees.
- Supported more than 27,585 consumers and participants.
- Had a consolidated revenue of \$106,655,523.

More information about Neami Group can be found here in our [2021 Annual Report](#).

Neami Group Supply Chains

Neami Group manages approximately 1599 suppliers that provide goods and services to the organisation. Excluding staff, consumer and internal provider costs, Neami Group's expenses for FY21 was \$31,571,404.

Suppliers include:

- Property Leases (landlords and leasing agents)
- Consortium partners
- Information Technology providers of assets and services
- Counselling Suppliers
- Temporary/contracted staff and Contractors
- Vehicle lessors
- Insurance companies
- Communications providers
- Cleaning services

Of the two highest spends, property leases (\$5.1m) relate only to Australian premises sourced through estate agents and consortium partner costs (\$3.9m) are payments to other Australian providers that co-deliver services with Neami Group.

Information technology expenses (\$3.2m) was the third highest supplier cost. Neami endeavours to contract with Australian companies in this space. However, most IT equipment is manufactured, and key IT providers, such as Amazon Web Services (\$18k for FY21), are located, overseas.

Companies directly linked to Neami supply chains, such as Lenovo and Amazon Web Services have modern slavery statements available for review.

Modern Slavery Risks

This section describes the risks of modern slavery practices in the operations and supply chains of the reporting entity and any entities the reporting entity owns/controls.

Modern Slavery Risk Assessment

Neami Group has carried out a risk assessment process of modern slavery risks for FY21. This risk assessment process considered Neami's operations and supply chains and any potential links to modern slavery including the potential to cause, contribute to, or be directly linked to modern slavery.

Overall Neami assessed the risk of modern slavery practices occurring within Neami's operations and supply chain to be low.

In our operations

The risk of Neami causing modern slavery practices in our directly employed workforce is very low. Most Neami workers are employed directly and the terms and conditions of their employment are managed by enterprise agreement or modern awards. This is in line with the highly regulated Australian labour market. Neami also acknowledges the presence of unions to represent workers and occupational health and safety measures and legislation to protect workers.

Neami does engage a number of workers through labour hire agencies (\$2.3m). Neami reviews labour hire contracts and is conscious of this issue and actively ensures payments are in line with Australian employment standards and legislation.

Cleaning contractors (\$706k) have also been identified by Neami as another area requiring conscious contracting to ensure ethical practices are upheld.

In our supply chain

Within the Neami supply chain, the risk of modern slavery practices would be linked to product categories and country of origin.

Based on the [2018 Global Slavery Index](#), the top products at risk of modern slavery imported into Australia are electronics such as laptops, computers and mobile phones. These products are generally imported from Asia where the prevalence of modern slavery, while varied between countries, is generally high.

Neami is most likely to be linked to modern slavery with the purchase of IT hardware items originating in Asia.

Neami procurement practices are considerate of modern slavery practices. Neami engages contractors and suppliers using fair contract terms.

Where possible, Neami reviews supplier modern slavery statements.

Due Diligence and Remediation

This section describes the actions taken by the reporting entity and any entity the reporting entity owns or controls, to assess and address those risks, including due diligence and remediation processes.

Operational due diligence

As this is Neami's inaugural modern slavery assessment, Neami undertook a comprehensive appraisal of the operations and supply chains to evaluate the impact of modern slavery practices. Neami is satisfied there is low risk of causing or contributing to modern slavery practices.

Neami operates in an industry with minimal interaction with key modern slavery product categories and/or high-risk countries.

Grievances and remediation processes

Neami prides itself on protecting and respecting human rights across all operations and supply chains.

Neami has a Whistleblower Policy to promote open communication throughout Neami Group, facilitate the development of ethical practices and safeguard the reputation, values and ethics of Neami Group.

Where modern slavery risks are identified within Neami's operations or supply chains, Neami will:

- Engage with the relevant supplier to develop an appropriate resolution.
- Engage to support the relevant supplier to understand the issues of modern slavery risks

Effectiveness Measures

Neami believes strongly in continuous improvement. There is no end to the assessment of actions being taken to reduce and eradicate modern slavery. Modern slavery practices are addressed on the

As part of the effectiveness measures, aspects of modern slavery avoidance are noted on the Neami Group risk register under multiple risks, including 'partnering, outsourcing and contracting' and 'compliance'. Neami continues to mitigate risks to lower their ratings.

Prior to Neami's next modern slavery statement submission. Neami plans to implement the following actions:

- Regular review of supply chain risks
- Engage with suppliers to understand their modern slavery risk mitigation strategies
- Consideration of Neami's current Investments and Investment Policy to proactively invest in ethical organisations.

Consultation

Neami Group has shared corporate support functions. Neami Group also has Group policies and procedures. Engagement of suppliers and purchase of goods are centralised. This ensures consultation with both entities is open-ended.

This statement was approved by the Neami Limited Board of Directors at its meeting on 2 December 2021.



Tony Nippard

Board Chair of Neami Limited

2 December 2021