



Modern Slavery Statement – Financial Year 2020

Introduction

The Modern Slavery Act 2018 (Cth) (“**the Act**”) requires entities based or operating in Australia, which have annual consolidated revenue of more than \$100 million to report on the risks of modern slavery in their operations and supply chains, and actions to address those risks. The Act is effective from 1 January 2019 and requires reporting entities to prepare an annual modern slavery statement. This statement is prepared for the period 1 January 2020 to 31 December 2020 (reporting period).

Childrens Health Partnership Holdings Pty Ltd (ABN 52 127 920 496) as trustee for the CHP Holdings Unit Trust (ABN 64 144 220 710) and its controlled entity, Childrens Health Partnership Pty Ltd (ABN 59 119 703 445) as trustee for the CHP Unit Trust (ABN 39 144 988 542) (collectively “**the Group**”) are reporting entities during the reporting period.

This statement outlines the commitment and approach of the Group towards tackling modern slavery throughout its supply chains and ensuring there is transparency in the business that it operates.

Mandatory Criteria One & Two: Identify the reporting entity and describe its structure, operations and supply chains

The CHP Unit Trust is 100% held by CHP Holdings Unit Trust, with the ultimate unitholder being International Public Partnerships Limited (INPP), which is a Guernsey based fund investing in public and social infrastructure.

On 27 November 2007, Childrens Health Partnership Pty Ltd as trustee for CHP Unit Trust, and the Victorian Government (State) entered into the Project Deed for the design and construction; financing; provision of facilities management services; and complementary commercial development for the site of the Royal Children’s Hospital located in Melbourne.

The concession is approximately 29 years of which the design and construction phase was approximately 7 years and the operation phase approximately 22 years. The rights of the State and CHP Unit Trust are set out in the Project Deed. At the end of the concession period the Hospital will be handed back to the State for no consideration and in a suitable condition.

Whilst the Group itself does not have any employees, the Group procures goods and services from various suppliers to meet the delivery of services specified in the Project Deed. The Group’s most significant expenditure relate to facilities management (FM) services (for pest control, grounds maintenance, caretaking, security, carpark and waste management services); construction costs; and other professionals services such as legal, tax, audit and technical consultancy.



Mandatory Criteria Three: Describe the risks of modern slavery practices in the operations, supply chains of the reporting entity and any entities the reporting entity owns or controls

The Group has reviewed the UN Guiding Principles on Business and Human Rights, which underpins the Act and conducted a review of its suppliers to assess (i) the sectors in which the suppliers operate (ii) the nature of the products and services provided by the suppliers (iii) geographic regions in which the suppliers operate and (iv) entity risks specific to the suppliers.

- The major risks of modern slavery within the Group's supply chain is sector specific, as its key suppliers are within the construction and facility management sectors, where the risks of modern slavery ensue from the sourcing of labour and materials. There has been longstanding demand for migrant, low skilled manual labour within the construction industry, thus making the industry more exposed to risks of debt bondage, coercion, and compulsory labour. Similarly, for FM services such as security and grounds maintenance, price competition in the market often results in low skilled, migrant workers being employed for viability, which in turn could create pre-conditions for modern slavery-like practices.
- The FM and construction services procured by the Group are provided by Spotless Facility Services Pty Ltd ('Spotless') and Lendlease Building Pty Ltd ('Lendlease') respectively. Both Spotless and Lendlease are large, reputable, multinational companies, which are also reporting entities under the Act.
- Lendlease has developed a new Supplier Code of Conduct addressing a range of issues including labour practices, modern slavery, materials quality, health and safety, sustainability, anti-trust, anti-corruption and data protection. Lendlease is also an active member of the working group to the UN Global Compact on Modern Slavery Community of Practice and is focused on responsible sourcing of steel to reduce modern slavery risks in the steel supply chain.
- Spotless (part of the Downer EDI Ltd group) recognise that there is a risk of modern slavery primarily within its lower-spend categories which include workwear, electronics and specified raw materials, or products sourced from higher risk countries. To mitigate the risks of modern slavery, Spotless will be incorporating a supplier and subcontractor questionnaire about modern slavery as part of the prequalification process of onboarding new suppliers and subcontractors and intends to roll this out to its existing supplier and subcontractor base.
- The residual services are rendered by professionals and are specialist in nature. Therefore, these services are of higher value in payments and constitute lower risks of modern slavery.



Mandatory Criteria Four: Describe the actions taken by the reporting entity and any entities that the reporting entity owns or controls to assess and address these risks, including due diligence and remediation processes

The Group has undertaken a risk-based approach in conducting its due diligence on the Group's key partners and suppliers to identify modern slavery risks. The Group has written to each identified higher risk supplier, and requested they respond in writing to the following mandatory criteria on modern slavery:

- (i) the structure, operations and supply chains of the supplier;
- (ii) the risks of modern slavery in the operations and supply chains of the supplier, and any entities that the supplier owns or controls;
- (iii) the actions taken by the supplier and any entity that it owns or controls, to assess and address those risks, including due diligence and remediation processes; and
- (iv) the process implemented by the supplier to assess the effectiveness of such actions.

If there are areas for concern, the respondents are followed up directly for further detail and action.

Mandatory Criteria Five: Describe how the reporting entity assesses the effectiveness of actions being taken to assess and address modern slavery risks

The Group's higher risk suppliers are large, reputable, multinational suppliers who are reporting entities under the Act. We have obtained their modern slavery statements and reviewed these against the mandatory criteria on modern slavery that they must respond to.

The Group will continue to review and identify any changes to the profile of the suppliers engaged. In the next reporting period, the Group intends to take the following actions:

- Integrate additional questions in relation to modern slavery in its existing 'Know Your Supplier' policy for the onboarding of new suppliers;
- Develop a project policy to protect whistle-blowers who highlight to us any risks of modern slavery, human trafficking or unethical practices within our business; and
- Request and review copies of the Lendlease Supplier Code of Conduct and Downer's supplier and subcontractor prequalification questionnaire, including preferred supplier lists, if any.

Mandatory Criteria Six: Describe the process of consultation with any entities that the reporting entity owns or controls.

The Group does not own or control any entities.

Mandatory Criteria Seven: Any other relevant information

None.



Approval

This statement was approved by the Board of CHP on ~~2020~~ ²² June 2021.

A handwritten signature in blue ink, appearing to read "Martyn Jackson", is written over a horizontal dotted line.

Martyn Jackson