

	Balance on the last day of the current accounting year 2020	Balance on the last day of the previous accounting year 2019
<b>Total assets</b>	<b>12 178</b>	<b>9 219</b>
<b>A. Fixed assets</b>	<b>6 764</b>	<b>6 725</b>
I. Intangible fixed assets	22	28
II. Tangible fixed assets	6 742	6 697
III. Long-term receivables	0	0
IV. Long-term investments	0	0
V. Long-term prepayments	0	0
<b>B. Current assets</b>	<b>5 414</b>	<b>2 494</b>
I. Inventory	4	4
II. Short-term receivables	235	831
III. Short-term investments	5 150	1 656
IV. Short-term prepayments	25	3
<b>C. Due contributions to statutory fund</b>	<b>0</b>	<b>0</b>
<b>Total liabilities</b>	<b>12 178</b>	<b>9 219</b>
<b>A. Equity</b>	<b>2 269</b>	<b>504</b>
I. Statutory fund	2 268	2 268
II. Other funds	0	0
III. Previous years' profit (loss)	-1 765	-1 846
IV. Net profit (loss)	1 766	82
<b>B. Liabilities and provisions for liabilities</b>	<b>9 909</b>	<b>8 715</b>
I. Provisions for liabilities	365	273
II. Long-term liabilities	374	514
III. Short-term liabilities	461	411
IV. Accruals	8 709	7 517

	Balance on the last day of the current accounting year 2020	Balance on the last day of the previous accounting year 2019
<b>A. Revenues from mission-related activities</b>	14 149	10 589
<b>I. Revenues from unpaid activities for public benefit</b>	14 149	10 589
including revenues 1%	1 249	771
<b>II. Revenues from paid activities for public benefit</b>	0	0
<b>III. Revenues from other mission-related activities</b>	0	0
<b>B. Costs from mission-related activities</b>	12 379	10 815
<b>I. Costs from unpaid activities for public benefit</b>	12 379	10 815
including costs 1%	821	332
<b>II. Costs from paid activities for public benefit</b>	0	0
<b>III. Costs from other mission-related activity</b>	0	0
<b>C. Profit (loss) from mission-related activities (A - B)</b>	1 770	-226
<b>D. Revenues from business activity</b>	334	564
<b>E. Costs from business activity</b>	354	310
<b>F. Profit (loss) on business activity (D - E)</b>	-20	254
<b>G. Profit and Loss</b>	0	0
<b>H. Profit (loss) on operating activities (C + F - G)</b>	1 750	28
<b>I. Other operating revenues</b>	2	169
<b>J. Other operating costs</b>	3	56
<b>K. Financial revenues</b>	59	4
<b>L. Financial expenses</b>	26	56
<b>M. Gross profit (loss) (H + I - J + K - L)</b>	1 782	89
<b>N. Income tax</b>	16	7
<b>O. Net profit (loss) (M - N)</b>	1 766	82

**Empowering Children Foundation**  
**ul. Walecznych 59 03-926 Warsaw**  
**Supplementary information and clarification**

**Introduction**

Every child deserves safe childhood free of violence.

Empowering Children Foundation for 30 years:

- protect children from maltreatment and sexual abuse,
- provides children and their caregivers with the support, professional psychological and legal help,
- educate adults how effectively react in case of violence towards children and what to do when they suspect a child might have been abused,
- support and engage parents so they raise their children with love and respect,
- influence the Polish law to ensure the best possible protection of children's interests.

Year 2020 in numbers:

<b>5</b>	Centers for Helping Children (Warszawa, Gdańsk, Starogard Gdański, Głogów and Białystok)
<b>425</b>	children provided with assistance;
<b>1.106</b>	caregivers provided with assistance;
<b>4.210</b>	psychological consultation and individual therapeutical sessions for children;
<b>5.875</b>	psychological consultations, individual therapy sessions, and family sessions for parents and caregivers;
<b>61.625</b>	answered calls from children and young people (helpline)
<b>30.999</b>	participants of the conferences and training;
<b>12.525</b>	answers to the messages received from children;
<b>747</b>	interventions in situations threatening the life or health of persons contacting the helpline's team.

(all data quoted in thousand PLN)

<b>1. Structure of mission-related revenues</b>	<b>2020</b>	<b>2019</b>
Mission-related revenues - National and international organizations	4 075	2 542
Mission-related revenues - Natural persons	3 693	2 360
Mission-related revenues - From public resources	2 811	3 510
Mission-related revenues – corporate organizations	2 126	1 381
Mission-related revenues - 1% (public-benefit organization)	1 249	771
Mission-related revenues - other	195	24
	<b>14 149</b>	<b>10 589</b>

Empowering Children Foundation is registered as a public-benefit organization, and as such receives funds under the 1% tax donation scheme. In 2020 it received 1,249K PLN.

In 2020, the Foundation changed the presentation of revenues in terms of deferred grants related to the purchase of fixed assets over time. In previous years, including 2019, these grants were presented as other operating revenue. However, taking into account the nature of the grants and the fact that they were allocated to support the Foundation's statutory activities, the presentation was changed. In 2020, revenues – deferred grants over time were presented under Mission-related revenues – Other.

<b>Revenues from economic activities</b>	<b>2020</b>	<b>2019</b>
	334	564

Foundation conducts commercial activities mainly providing training, advertising and organizing conferences.

<b>2. Costs by type</b>	<b>2020</b>	<b>2019</b>
Payroll	(6 864)	(5 548)
Outsourced services	(3 659)	(3 753)
Social security and other benefits	(1 220)	(947)
Consumption of materials and power	(382)	(425)
Depreciation	(343)	(213)
Other prime costs	(51)	(171)
Taxes and fees	(114)	(67)
<b>TOTAL COSTS</b>	<b>(12 733)</b>	<b>(11 125)</b>

<b>Costs by purpose</b>	<b>2020</b>	<b>2019</b>
Mission related costs	(12 379)	(10 815)
<i>Including costs covered from 1% revenues</i>	<i>(821)</i>	<i>(332)</i>
Economic activities costs	(354)	(310)
	<b>(12 733)</b>	<b>(11 125)</b>

Funds from the 1% tax revenues are used to finance mission-related activities in the area of providing support to children and their families, including remuneration for employees of support centers operated by the Foundation. The Foundation runs a dedicated register of expenses financed from the 1% revenues.

### 3. Tangible fixed assets

	<b>Buildings</b>	<b>Equipment and machinery</b>	<b>Vehicles</b>	<b>Other fixed assets</b>	<b>Fixed assets under construction</b>	<b>Total</b>	
<b>Gross value</b>							
01.01.2020	6 725	473	1	161	-	142	7 503
Increases		130		7	338	246	721
Decreases						(338)	(338)
31.12.2020	6 725	603	1	169	338	50	7 886
<b>Depreciation</b>							
01.01.2020	(259)	(385)	(1)	(161)			(806)
Increases	(155)	(152)		(7)	(23)		(337)
Decreases							-
31.12.2020	(414)	(537)	1)	(169)	(23)	-	(1 144)
<b>Net value</b>							
01.01.2020	6 466	89	-	-	-	142	6 697
31.12.2020	6 311	66	-	-	315	50	6 742

### 4. Statutory fund

Financial result obtained in 2019 amounting to PLN 81,9 thousand and in 2020 amounting to PLN 1.766 thousand will be utilized in full for the mission-related activities.

Management board recommends that the profit will be used to compensate the loss from previous years.

Loss from the commercial activities in 2020 will be covered from the profit of such activities gain in the next years. Current liquidity within the commercial activity was provided by the Polish Development Fund loan.

## 5. Long-term liabilities

		<b>Credits and loans</b>	<b>Other</b>	<b>Total</b>
<b>As of 31.12.2020</b>	under 1 year	267	193	461
	Over 1 year up to 5 years	374		374
		641	193	835
<b>Na 31.12.2019</b>	Under 1 year	224	187	411
	Over 1 year up to 5 years	514		514
		738	187	925

The Foundation uses loans granted by Towarzystwo Inwestycji Społeczno-Ekonomicznych SA, with an interest rate ranging from 0,69 to 1,75%. In 2020 one new contract has been concluded for loan of 100 000 PLN. Loan repayments are done up to date according to the time specified in the agreements.

Other short-term liabilities of the Foundation result from the current settlements with contractors in the amount of PLN 154 thousand, public charges with the maturity date in 2021 in the amount of PLN 14 thousand and settlements with grant donors for subsidies in the amount of PLN 22 thousand.

In 2020 due to the pandemia COVID-19 the Foundation received loan in the amount of PLN 43 thousand loan from Polish Development Fund for the commercial activities. Settlement of accounts of this loan will take place in 2021.

## 6. Accruals

Mission-related revenues (in particular subsidies, donations, 1% for public-benefit organizations) are accounted for in the profit and loss account when the entity acquires the right of receiving a specific revenue resulting from ownership rights to a specific asset. In the case of a donation allocated for specific activities or actions, such subsidy is delayed in the balance sheet and systematically accounted for as revenue in the amount reflecting costs incurred to finance activities covered by a specific donation.

	<b>2020</b>	<b>2019</b>
Donations deferred – received and dedicated to cover costs of next financial period mission-related activities	2 785	1 423
Deferred donation for purchase of fixed assets	5 892	6 061
Other	32	33
	8 709	7 517

## 7. Advances, loans and similar allowances offered to members of management bodies, supervisory bodies or administrative bodies

In the years 2019 and 2020 no loans or similar allowances were offered to members of managing or supervisory bodies.

## 8. Employment

	<b>2020</b>	<b>2019</b>
Number of employees as of 31.12	100	97

## 9. Contingent liabilities

Legal stipulations regulating value-added tax, corporate income tax, personal income tax, real estate tax or social security contributions are subject to change. As a result, not infrequently one is unable to refer to welldefined regulation or legal precedent. As well as this, regulations currently in force are unclear, which leads to discrepancies in how tax law is being interpreted by different public institutions, or public bodies and entrepreneurs. Tax returns, as well as other settlements (customs, foreign currencies) are subject to inspection by institutions entitled to impose considerable fines. Any outstanding amounts revealed by such an inspection are to be paid with interest. All in all, taxation risk in Poland is higher than that typically found in countries with more mature tax systems.

Tax returns are subject to audit for the period of five years. As a result, amounts quoted in the financial report may be altered at a later date, having been finally settled by tax institutions. The Foundation has not been subjected to a tax audit.

## 10. Asset-backed securities established by the Foundation

The Foundation has loans granted by Towarzystwo Inwestycji Społeczno-Ekonomicznych SA collateralized by promissory notes and mortgage on the building being the property of the Foundation.

## 11. Short-term investments

	<u>2020</u>	<u>2019</u>
Cash	-	-
Cash in bank accounts:	5 150	1 656
<i>Cash in VAT account</i>	-	1
<i>Received donations to cover costs in next financial year</i>	2 871	1 461
<i>Środki pieniężne własne na bieżącą działalność</i>	2 247	161
<i>Other</i>	32	33
	<u>5 150</u>	<u>1 656</u>

## 12. Short-term trade receivables form other entities

	<u>2020</u>	<u>2019</u>
Gross receivables	40	68
Impairment of receivables	-	-
Net receivables	<u>40</u>	<u>68</u>

## 13. Changes on the Management Board in 2021

Council of the Empowering Children Foundation on its meeting on 9th of April 2021 has voted the resolution to accept 3 new members of the managing board: Magdalena Sadłowska, Beata Wojtkowska and Teresa Zagrodzka.

At the same time the Council accepted resignation of Łukasz Wojtasik from the managing board. Łukasz Wojtasik will be in the Foundation in the position of the coordinator of the program Child in the web.

The new management board after the changes consist of :

Monika Sajkowska – president,

Maria Keller-Hamela – vice-president,

Magdalena Sadłowska,  
Marta Skierkowska,  
Renata Szredzińska,  
Beata Wojtkowska,  
Teresa Zagrodzka.

#### **14. Cooperation with organizations**

As part of mission-related revenues from foreign organizations, the Foundation in 2020 obtained, among others, grants from the following institutions:

a. World Childhood Foundation

- Cooperation Agreement: project Barnahus model Poland 2018-2020, Grant Agreement no 15878; grant amount: 81K EUR: revenues in 2020: 154K PLN, costs in 2020 – 153K PLN, grant cash inflow received into bank account in 2020 – 179K PLN,
- Cooperation Agreement: project Barnahus model Poland 2020-2021, Grant Agreement no 16067, grant amount: 61K EUR: revenues in 2020: 126K PLN, costs in 2020 – 126K PLN, grant cash inflow received into bank account in 2020 – 151K PLN.

b. Oak Foundation: Core support for the years 2020 - 2024, Grant Agreement no OFIL-20-007, grant amount 5.730K PLN, revenues in 2020: 1.086K PLN, costs in 2020 - 1.086K PLN, grant cash inflow received into bank account in 2020r. - 1.146K PLN.

#### **15. Events that have occurred after the balance sheet date, not taken into account in the financial report**

None.

Person in charge of supervising book-keeping :

[Magdalena Sagała](#)

FINITE Kancelaria Rachunkowa Sp. z o.o.

**Management Board:**

[Monika Sajkowska](#)

Chairwoman of the Board

[Renata Szredzińska](#)

Member of the Board

[Maria Keller-Hamela](#)

Deputy Chairwoman of the Board

[Marta Skierkowska](#)

Member of the Board



Magda Sadłowska

Member of the Board

Teresa Zagrodzka

Member of the Board

Warsaw, June 28, 2021

Beata Wojtkowska

Member of the Board