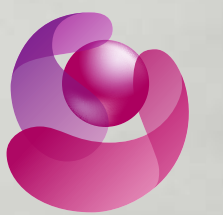


Building a business where everyone can thrive

Our Diversity, Equity & Inclusion and Wellbeing journey

June 2024



convatec
— forever caring —

Welcome, everyone.

At Convatec, we recognise that we will only grow together and improve care if we harness the power of our differences and encourage diverse thinking.

People are the best version of themselves when they feel they are being treated fairly and respectfully. When this happens, colleagues are empowered to voice ideas and be at their best. We cannot expect to meet diverse customer needs without embracing the diversity of our colleagues, and we cannot deliver the innovation needed to sustain our commercial success without harnessing the collective abilities of diverse talent and thinking.

In recent years, we have transformed our company and strengthened our culture, policies and practices. I'm delighted at the quality of talent we've been able to attract and retain in the business around the world - the strength of market talent, leadership and knowledge has been a core part of our transformation. Women now represent 44% of both our Board of Directors and senior management team, and we have an ambition to reach 50% women in senior management by 2027, alongside a new goal – that 25% of our senior managers identify themselves from underrepresented groups, specifically including those which are ethnically and racially diverse, by the end of 2027.

Improving DE&I and wellbeing is not just about numbers. It is about building a winning organisation and high performing teams who can deliver for our customers and support our people – it's core to who we aspire to be as a company and our forever caring promise.

We are proud of the actions we have taken, but we recognise that there is more to do on this important journey. We are committed to listening and engaging with our people as we grow together.



Karim Bitar
Chief Executive Officer



DE&I and Wellbeing: A clear direction

Convatec

Vision:	Pioneering trusted medical solutions to improve the lives we touch
Promise:	Forever caring
Strategy:	Focus, Innovate, Simplify, Build, Execute
Values:	Improve care, Deliver results, Grow together, Own it and Do what's right
People mission:	Creating a winning organisation where our people can learn, grow, thrive and make a real difference

Our DE&I and Wellbeing commitments

- Cultivate an inclusive culture for our colleagues by developing leaders, improving performance and equal opportunities, and making our employees' voices heard
- Build a diverse workforce with greater gender and ethnic diversity across our leadership by strengthening our approach to talent acquisition, progression and employee networks
- Support wellbeing as a priority for colleagues and the wellbeing of others by sustaining our focus on ways of working, workplace culture, environment, health and safety, and employee recognition
- Enhance our reputation through leveraging our scale, partnerships and programmes that build pride within Convatec, encourage positive change beyond our organisation and strengthen our Environmental, Social and Governance (ESG) journey

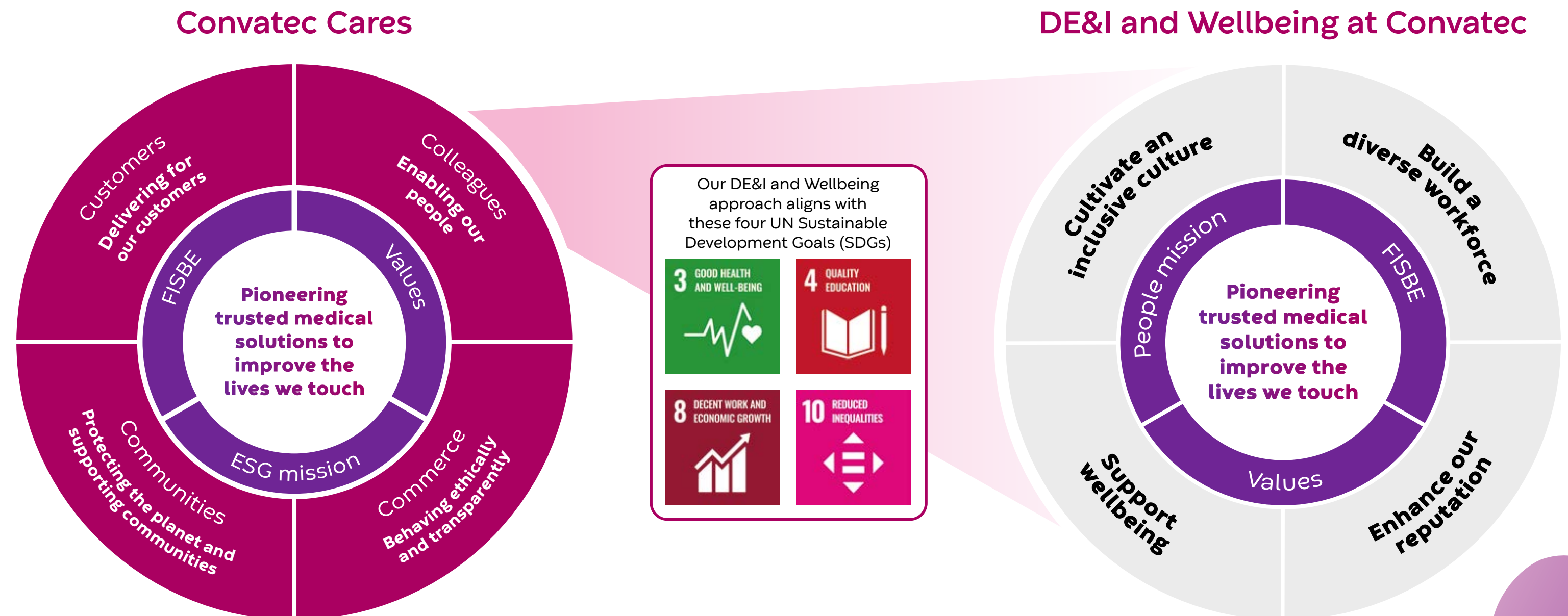
We believe that DE&I and Wellbeing are fundamental to our ability to operate and pivot to achieve sustainable and profitable growth, so it's vital that we focus on the right priorities that will make the biggest impact on our people and the business.

In 2021, we engaged more than 3,000 colleagues at all levels of the business, including Board members, to help us shape our company-wide DE&I and Wellbeing approach. This work culminated in the articulation of a new model in 2022 that aligns our programmes and commitments under four focus areas.

DE&I and Wellbeing is a component of Convatec's broader Environmental, Social and Governance (ESG) strategy. It sits within our ESG strategic pillar of 'Enabling our people to thrive'. This is significant because our ESG strategy and associated targets are shared with a broader set of stakeholders, and these public commitments hold us accountable for the targets we set.

For example, one of our ESG targets for DE&I is to reach 50% women in senior management (Convatec Executive Leadership Team and their direct reports*) by the end of 2027. We have also set a new target to strengthen ethnic and racial diversity, as well as diversity from other underrepresented groups, within our senior management team and by 2027, 25% of our senior leaders will self-identify as from these groups.

*Excluding assistants



What do we mean by Diversity, Equity & Inclusion and Wellbeing?

DE&I and Wellbeing are not vague platitudes or 'nice-to-haves'. They are vital foundations for the business we want to build. So, we should be clear about what words mean to us.



Diversity

What we mean - We want our organisation to reflect the rich variety of customers, patients and communities we serve, welcoming all people regardless of their background, beliefs, age, ethnicity, race, gender or sexual orientation.

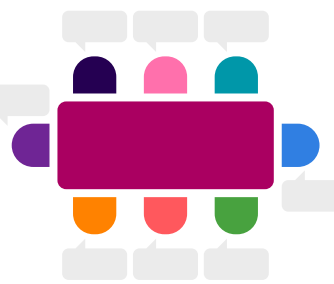
Why it matters - Our differences make us stronger. It's the power of diverse experiences, perspectives, ideas and mindsets that gives us the formula to pioneer trusted medical solutions and succeed in today's world.



Equity

What we mean - We want to build a fair and level playing field so that no-one is disadvantaged and everyone can access the opportunities and support they need to succeed.

Why it matters - When people know that their efforts and contributions will be fairly recognised and rewarded, they are more motivated to stay with us and give their best to our organisation.



Inclusion

What we mean - We want to foster a culture in which every person is free and unafraid to bring their authentic self to work – feeling welcomed, supported, valued and respected for who they are.

Why it matters - Good ideas can come from anyone, anywhere. When people feel like they belong and know that their voice matters, we can all benefit from what they have to contribute.



Wellbeing

What we mean - We want to empower our people to care for their physical and mental health and to support each other in doing the same.

Why it matters - Convatec is only at its best when our people are at their best. Research suggests that wellbeing makes both individuals and teams more productive, creative and resilient.*

*For summaries of such research, see <https://hbr.org/2016/11/why-diverse-teams-are-smarter> and <https://www.mckinsey.com/featured-insights/diversity-and-inclusion/diversity-wins-how-inclusion-matters>

'Diversity is being invited to the party. Inclusion is being asked to dance.'

Equity is ensuring everyone at the party is treated fairly and has a way of travelling there and back.'

Verna Myers

Cultural change influencer, thought leader and author



Communities supporting positive change

Our Employee Resource Groups (ERGs) continue to grow their memberships and strengthen engagement across our LGBTQIA+ (Pride), Black Employees Network (BEN) and Women’s Network communities, bringing colleagues together to create positive change in Convatec and beyond. In 2023 we launched a new ERG, Latinx, to create a community of support for our Latino colleagues who are of Latin American origin or descent.

All our ERGs have significant support and sponsorship from the Convatec Executive Leadership Team (CELT) and ambitious plans to grow further. We’re excited to continue investing in our ERGs as they have a critical role to play on our journey to a more inclusive culture.



Women’s Network

- Running a three-part training session on Executive Presence, which included: Virtual Body Language, Building Virtual Rapport and Dare to be Remarkable
- Hosting a panel event for International Women’s Day and local celebrations around the globe
- More than 20 lunch and learn events in several different languages (including English, Chinese and French)



“We have exceptional people at Convatec and I’m especially proud of the Women’s Network who go above and beyond to support women in our business. Our team have established great foundations through telling the stories of other inspirational women, supporting and developing female talent.”

Sandrine Letellier, Chair
Women’s Network



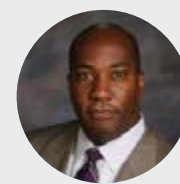
Black Employee Network

- Celebrating Black History Month with weekly company-wide activities
- Promoting a quarterly educational newsletter focused on celebrating successful black people in sciences, business and politics
- Hosting multiple seminars and workshops on issues including implicit bias, microaggressions, health concerns in the black community, and HBCU partnership



“The Black Employee Network is an important way to foster a sense of community and support black employees and allies across Convatec. BEN offers the opportunity for everyone to participate in open dialogue, networking, professional development and community engagement. When employees feel respected and valued for their contributions, it fosters a culture of innovation, collaboration, and belonging.”

Angie Christopher, Co-Chair
Michael Clarke, Co-Chair
Black Employee Network



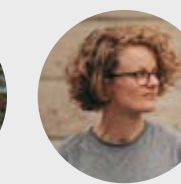
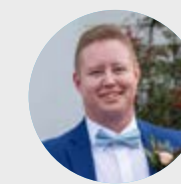
Pride Network

- Global celebrations throughout Pride month, including several in-person celebrations and virtual Pride watch-parties
- Organising lunch & learn events to raise awareness around mental health, unconscious bias, LGBTQIA+ representation within the workplace and allyship
- Celebrating National Hispanic month and company-wide activities



“It’s empowering to be part of the Pride Network, not only as a member of the LGBTQIA+ community but as a member of Convatec. Working for an organisation that invests heavily in the wellbeing of its employees is such a wonderful feeling. The Pride ERG has shown me that living my authentic self is not only something to be tolerated at work, but something to be celebrated!”

Kiren Alberry, Co-Chair
Sophie Bellamy, Co-Chair
Pride Network



Latinx Network

- Creating an engaged Latinx community across the globe at Convatec
- Creating networking opportunities, engaging in professional development, and discussing topics that affect the community
- Fostering a feeling of inclusion and belonging and encourage this community’s diversity of cultures, languages and regions



“Leading the Latinx Network is an exciting opportunity to highlight the diversity of the Latin community. It’s exhilarating to be a part of this movement. The Latinx Network is important to us both because we want others to experience the many beautiful cultures that exists amongst the Latin community.”

Daihanna Peña, Co-Chair
Yokasta Canela, Co-Chair
Latinx Network



DE&I initiatives: Putting words into action

When it comes to advancing DE&I and Wellbeing, our words matter – but it’s our actions that make the difference. Here, we shine the spotlight on a few of the many initiatives that are doing just that.

Helping working parents thrive

We are introducing an industry leading equal parental leave policy, enabling employees to take leave regardless of gender or parental role. Roll out has already started in the UK, US and Denmark and by the end of 2024, around 70% of colleagues will be in scope. Other markets will follow through 2025-26.

Leaders walking the talk

In 2023, to ensure we were supporting our leaders to drive positive change, we rolled out an executive education series with the University of Michigan Ross School of Business (one of the top business schools in the world) to engage our top 100 leaders in diversity, equity and inclusion (DE&I) practices. The 3-part series connected our five team principles to help us perform as one team and support our winning culture through inclusive leadership, diversity in the workplace and advancing equity.

Self ID

We have rolled out self-ID in markets where we can lawfully do so. It’s an important step to understand where we are today on a broader range of characteristics than those we currently track, such as age and gender. On a voluntary basis, the information will provide an opportunity for us to understand where barriers may exist and to shape actions that can make a difference to improve the diversity of our workforce as well as provide a dataset to measure our progress. We know that an inclusive workplace is one that is representative in its broadest sense, including of the customers and patients we serve.

Developing black leaders

In 2021, we introduced the Black Executive Leadership Program (BELP): a partnership with the McKinsey Academy that helps participants build core leadership and management capabilities alongside over 1,000 black leaders across the US, and benefit from executive sponsorship at Convatec. Since the launch almost 30 participants have completed the programme, and several have since been promoted.

Increasing supplier diversity

Our supplier relationships are another opportunity for us to influence positive change. As part of a new vendor diversity initiative, we introduced a software service that provided us with useful insight enabling us to build partnerships with certified diverse suppliers in key areas of our supply chain. We are reviewing our vendor diversity strategy to grow this across geographies with the ambition to set a vendor diversity target this year. Third party logistics providers are expected to have set DE&I targets which we assess at the time of their appointment and monitor through supplier annual performance reviews.

Your International Women's Day panel

- Anne Belcher**
President & Chief Operating Officer, Global Emerging Markets
- Kjersti Grimsrud**
President & Chief Operating Officer, Infusion Care
- Evelyn Douglas**
EVP, Chief Strategy & Business Development Officer

convatec International Women's Day

Great Place to Work
China, Chile, Colombia, Mexico, Korea, Taiwan and Brazil

Top Employer
Germany (4 years running)

Chag sameach
to everyone celebrating Passover

convatec

CELEBRATING
BLACK HISTORY MONTH
FEBRUARY 2021

International Volunteering Day

Pitch in Give back Do good

convatec Forever Caring Month

Celebrating with pride!
We're building a business where everyone can thrive

convatec

Breast Cancer Awareness Month

convatec

Supporting the next generation

We are committed to increasing the number of emerging leaders who have relevant technical and vocational skills as part of building core capabilities and training the next generation.

In the UK, we have partnered with Coleg Cambria since 2021 to support apprenticeship recruitment and currently have several apprentices at our UK manufacturing sites.



"I decided to do an engineering apprenticeship to enhance my skill set while setting myself up for a future career. I enjoy learning on the job and I knew I wouldn't get the same knowledge and experience from going into further education.

I'm excited about future career opportunities within Convatec that will come from my apprenticeship, developing my skillset further and gaining new qualifications."

Evan Perry
Engineering apprentice, UK



In Lisbon, Portugal we welcomed the first cohort of finance graduate trainees who started their initial placements at our Global Business Services centre. The programme offers talented graduates the opportunity to develop and learn across a range of finance teams.



"I was attracted to Convatec's values, the learning opportunities and incentive to grow professionally – this showed me it was focused on its employees. I have learnt and bettered many professional skills but most important to me is how much I have grown as a person, improved my ability to work as a team and to show leadership when necessary."

Elsa Pereira
Finance associate, Portugal



For the second year, we were pleased to send a delegation to the One Young World Summit in Belfast, UK. The annual summit brings together young leaders from around the world to work on social action programmes.

- **Delene Cole, Associate Director, Financial Planning:**
"I was honoured to have been put forward as part of the Convatec delegation this year. This really showed the company's investment in its people and talent development. The Summit was eye-opening and has given me great insights for being an agent of change in my own ways for the betterment of our future."
- **Adam Fonyodi, Global Process Owner, Record to Report:**
"I am truly grateful that I could join this conference and meet lots of like-minded people there. It was great to get inspired by other leaders who are taking action and driving change in their own areas of impact: Think big, start small is one of the key takeaways for me."

Wellbeing initiatives

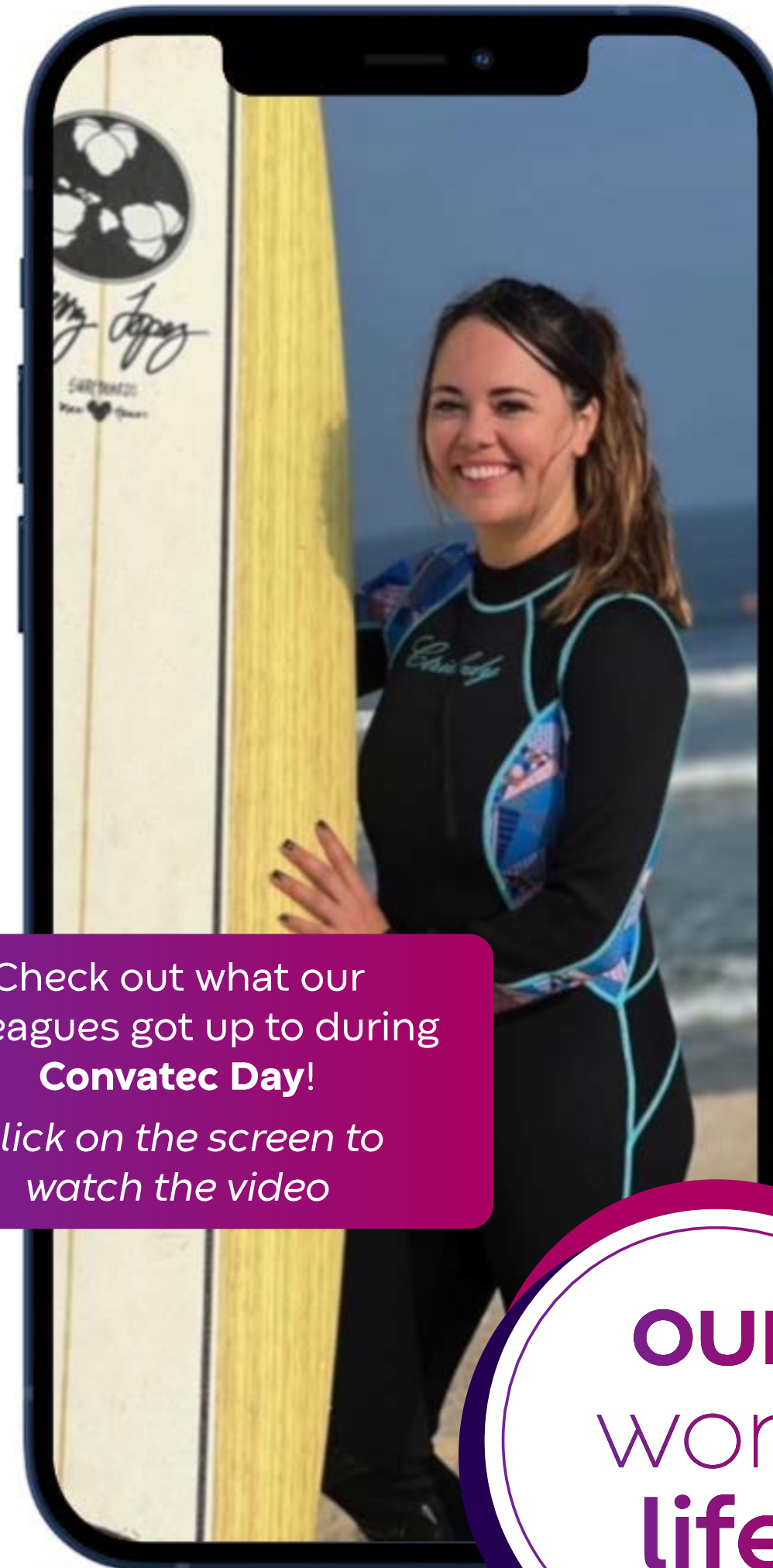
Recognising the ongoing impacts of the pandemic on both physical and mental health, in 2021 we provided a wide range of information, support and initiatives to help ensure that our people have opportunities to thrive. In line with this philosophy, we established a hybrid way of working, as part of what we call Our Work Life.

In this initiative, colleagues (whose roles allow it) can split their time between working at home and collaborating with colleagues in our offices, many of which have been refurbished to become more collaborative workspaces. This ensures that colleagues can always work in the environment that suits them best.

We are also supporting colleagues across the company through a range of initiatives to support remote working, including:

Convatec Day was introduced in 2021, now an annual day that gives everyone (role-permitting) a well-deserved extra day off to relax, reflect and recharge. We aligned the day to World Mental Health Day to amplify the importance of this topic.

Our Global Volunteering Policy, allowing employees to take up to two days annually to volunteer in their communities. In 2022 we launched an annual initiative called 'Forever Caring month'; throughout November and December, colleagues across the globe take time to engage their communities in a range of ways - from volunteering, fundraising, donating, and organising activities with charity partners. Volunteering has a wide range of benefits, including helping colleagues develop skills, increase motivation, build trust and expand awareness of the issues affecting communities. Many of our ERGs organise specific activities to support the initiative.



Check out what our colleagues got up to during **Convatec Day!**
Click on the screen to watch the video



Check out what our colleagues got up to during **Forever Caring month!**
Click on the screen to watch the video

Our DE&I journey...

2020

- Engaged thousands of colleagues in shaping our refreshed vision and values
- Launched three employee resource groups: Black Employee Network, Women's Network and Pride Network
- Celebrated International Women's Day and Pride month for the first time
- Our first 'Convatec Day' – to support colleagues with their mental health and wellbeing during the pandemic

2021

- Developed a new DE&I and Wellbeing framework based on insights from thousands of colleagues
- Launched Our Work Life – our approach to flexible and hybrid working
- Launched our Black Executive Leadership Programme (BELP)
- Commenced an apprenticeship programme with Coleg Cambria at our manufacturing site in Deeside, Wales
- Set a goal to ensure at least 40% of senior management roles were filled by women by the end of 2024

2022

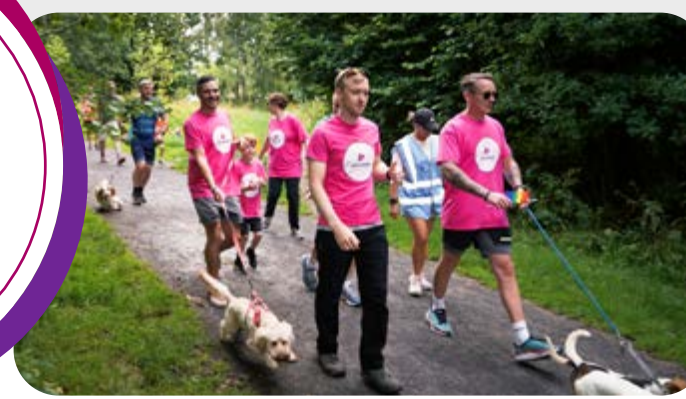
- Launched DE&I and Wellbeing Council to bring together executive sponsors, ERGs and subject matter experts
- Rolled out a new career architecture and grading framework
- Launched Convatec Champions enabling colleagues to recognise other colleagues across the organisation
- Held our first Forever Caring month to support employee volunteering

2023

- Began roll out of industry leading enhanced equal parental leave
- Engaged our top 100 leaders in diversity, equity and inclusion practices through executive education series with the University of Michigan Ross School of Business
- Launched a fourth ERG to support our Latino community - Latinx Network
- Reached 2021 target ahead of schedule, with women now representing 44% of both our Board of Directors and senior management team

2024+

- Refreshed our goal to reach 50% women in senior management by the end of 2027
- Set a new goal for 25% ethnic and racial diversity within our senior management team by 2027



Our journey so far...

Improving DE&I and Wellbeing is a journey and we still have a way to go. We are proud of what we have achieved so far and are committed to taking action in line with our strategic framework so that Convatec is a place where everyone can thrive.

What we have done

Our actions so far:

- Listened actively to the voices of our employees – including more than 3,000 colleagues through surveys and focus groups – to guide our DE&I and Wellbeing journey
- Established monitoring of key employee diversity metrics through our HR systems and made the annual review of our diversity profile a priority for the Board
- Increased promotion rates of women overall (now higher than men) and increased female representation in both our Board of Directors and senior management team to 44%
- Enhanced our parental leave policy to provide eligible employees with paid leave to support them while meeting family obligations in the UK, US and Denmark. We have started rolling out to other markets, with 70% of colleagues due to be in scope by the end of 2024
- Continued to close the Gender Pay Gap (UK) from 12.2% in 2022 to 3.8% in 2023 (measured by mean average hourly rate of pay)
- Supported three successful and growing ERGs, with total membership now around 400 and introduced a new ERG, Latinx
- Stepped up the emphasis on DE&I in our recruitment practices – launching a new careers website, advertising positions through more diverse channels and expanding outreach work with universities
- Continued to build our apprenticeship programme in Deeside, UK and welcomed our first graduate trainees to our Global Business Services centre in Lisbon, Portugal
- Introduced successful wellbeing initiatives, including guidelines for hybrid and flexible working, Convatec Champions awards and Convatec Day (coinciding with World Mental Health Day)



Where we're headed...



What we will do

Our commitments from 2023-2027:

- Improve diverse representation: Our focus has been on improving gender diversity in leadership and management roles, and greater emphasis on increasing ethnic and racial diversity
- Continue building a more racially and ethnically diverse workforce, equally focusing on creating employment opportunities for people with disabilities
- Strengthen our culture by building more inclusive leadership capabilities, ensuring consistent offering for pay structure, benefits and work flexibility for all types of employees, while continuing active mentorship and sponsorship of diverse talent
- Provide our people with opportunities to learn and grow, strengthening capabilities and supporting the shifts we need to take
- Advance talent acquisition practices to better recruit, hire and retain diverse talent
- Actively engage with diverse talent to enhance retention
- Enhance diversity reporting and goals to include ethnically diverse talent outside of the US
- Continue to elevate our focus on wellbeing, resilience and the societal role of our workforce, creating a compelling employee value proposition as a great place to work
- Measure progress over time, including scoping what systems, policy and procedural changes will be required to bring our commitments to life
- Strengthen our ERGs further and expand their global reach

Our DE&I and Wellbeing leadership

At Convatec, we have a clear people mission: Creating a winning culture where our people can learn, grow, thrive and make a real difference. Our DE&I and Wellbeing Council was launched in 2022 to help ensure we're continually elevating our strategic focus DE&I and Wellbeing with a wide range of internal and external stakeholders, driving progress towards our commitments, and championing initiatives across the company.

The Council aims to ensure we're delivering against our commitments to become a more inclusive and sustainable business. It has representatives from our Employee Resource Groups (ERGs), CELT sponsors and our subject matter experts, who all share a passion for DE&I and Wellbeing. Our ERG chairs and their CELT sponsors also work together to ensure that individual ERGs have the support they need and where senior champions can help play a meaningful role.

The Council sits under the oversight of our ESG Steering Committee, and is led by our Chief People Officer. Our approach to DE&I and Wellbeing forms part of our 'Colleagues' ESG pillar, which we call 'Enabling our people to thrive'. Further information on Convatec Cares, our approach to ESG, [can be viewed here](#).



"Taking action on diversity and inclusion is good for business - the most diverse companies are more likely than ever to outperform less diverse peers on profitability, and build a stronger brand as a result. At Convatec, we've set ambitious goals and will continue to make progress towards them."

Emma Rose
EVP, Chief People Officer
(Chair, DE&I and Wellbeing Council)



David Shepherd
President & Chief Operating Officer,
Advanced Wound Care
(CELT Wellbeing Champion)



Bruno Pinheiro
President & Chief Operating Officer,
Ostomy Care
(CELT Pride Network sponsor)



Anne Belcher
President & Chief Operating Officer,
Global Emerging Markets
(CELT Women's Network sponsor)



Seth Segel
President & Chief Operating Officer,
Contenance Care & Home Services Group
(CELT BEN sponsor)



John Haller
EVP, Chief Quality & Operations Officer
(CELT Latinx sponsor)



Moyra Withycombe
VP, Global Talent
& HRBP Corporate Functions



Ashley Sweetland
VP, Global Corporate Affairs



Lynn O'Connor
Senior Director, Global Diversity,
Equity, Inclusion & Wellbeing

Our Employee Resource Groups (ERGs) are represented on the DE&I and Wellbeing Council by their chairs. See page 5 for details.

Our UK gender pay gap

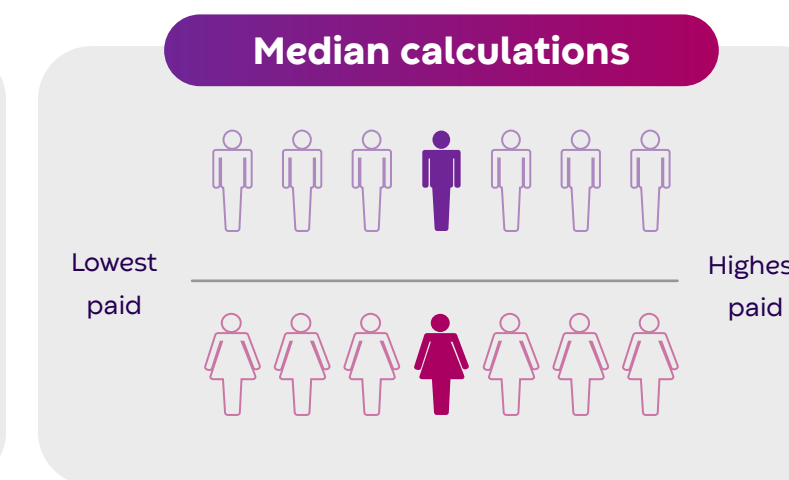
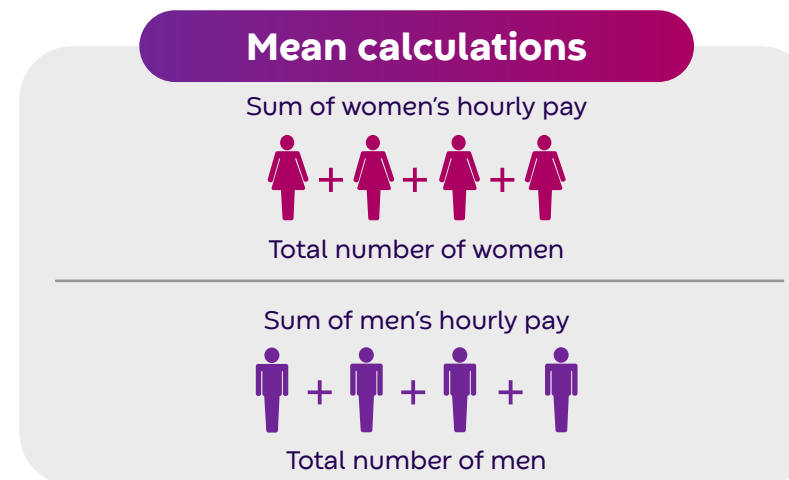
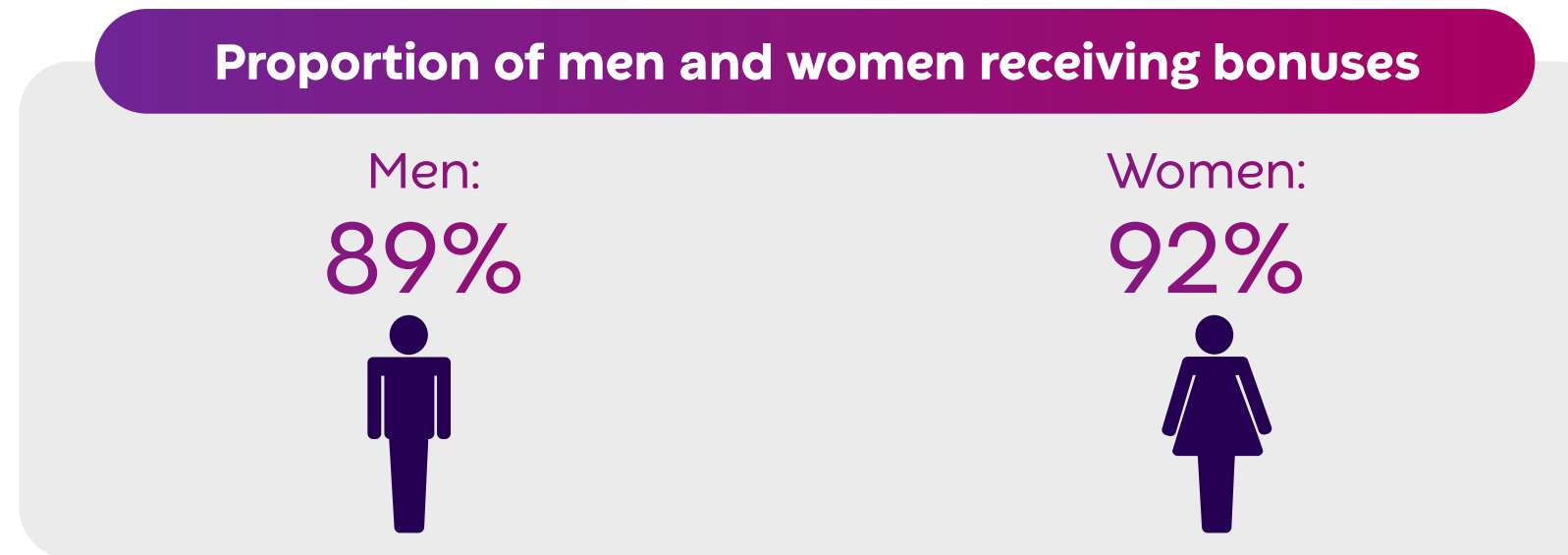
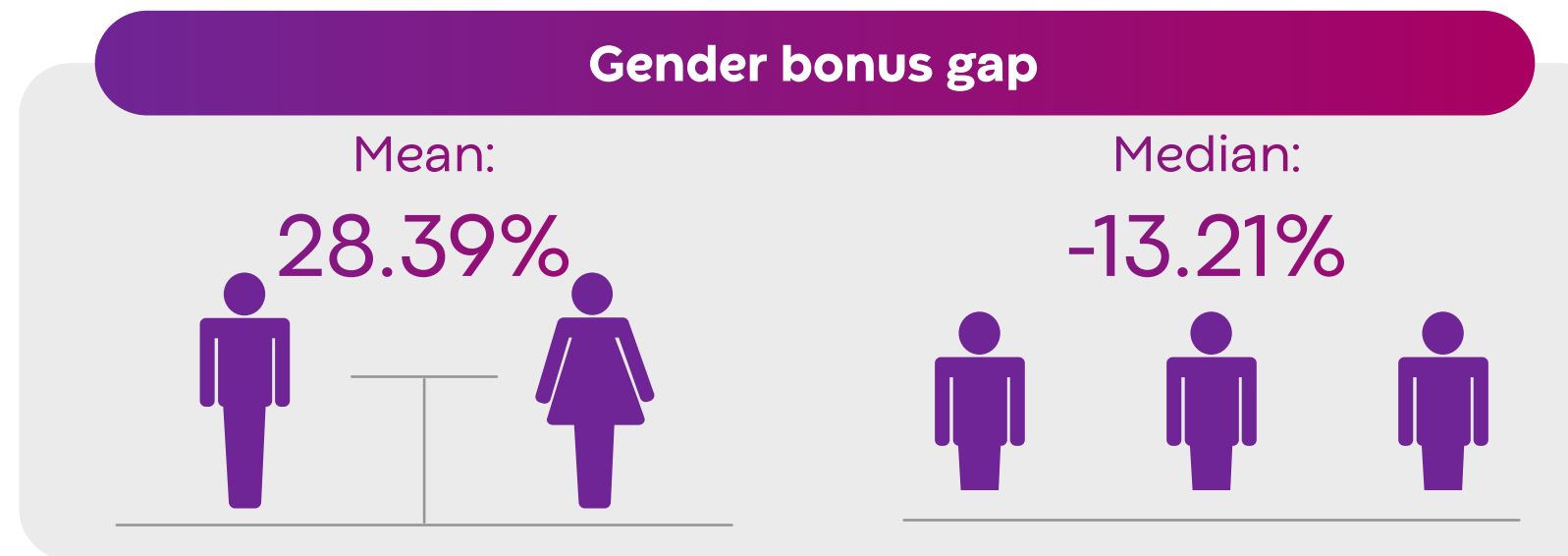
For employers with over 250 employees in the UK, it is a requirement to report on the company's gender pay gap on an annual basis. At Convatec, we see this as an opportunity to reflect on our broader approach to diversity, equity, inclusion and wellbeing and the impact it has on our people, culture and business practices. We have chosen to disclose further than the requirements to demonstrate our commitment to closing the gender pay gap across our UK presence.

Both our median and average gender pay gap have improved year on year. In 2023, the median hourly pay difference between our male and female employees decreased to 3.82% (2022: 12.2%), and reached only 2.02% for the primary UK business entity, Convatec Ltd.

The reduction of our gender pay gap was driven by intentional efforts across all UK legal entities, such as the implementation of our new job architecture, the career pathways in late 2022, ensuring that employees were classified consistently based on their role scope, remit and authority. Adjustments were made to reflect the new job levels as well as increases for employees whose salaries were deemed below the market range. Our compensation and recruitment policies also played an important role. Salary increases and promotions in the period focused on internal equity and fairness, and we actively supported internal career progression, including for senior management roles.

The data provided relates to our UK employees across 3 legal entities.

[Click here to see our gender pay gap statement](#)



Statutory disclosures

Total (all UK entities)
 Total population: 1,135

Gender pay gap		
Mean hourly pay gap	12.11%	
Median hourly pay gap	3.82	
Gender bonus gap		
Mean bonus pay gap	28.39%	
Median bonus pay gap	-13.21%	
Proportion of men and women receiving bonuses		
Men	89%	
Women	92%	
Proportion of men and women in each quartile of our pay structure		
	Men	Women
Top	56%	44%
Upper middle	50%	50%
Lower middle	54%	46%
Lower	47%	53%

Convatec Ltd
 Total population: 986

Gender pay gap	
Mean hourly pay gap	4.94%
Median hourly pay gap	2.02%
Gender bonus gap	
Mean bonus pay gap	1.93%
Median bonus pay gap	-20.70%

I confirm that the calculations provided are accurate and meet the requirements of legislation.

Signed by Chief People Officer

2023 UK Gender Pay Gap Reporting This disclosure has been published in accordance with the Equality Act 2010 (Gender Pay Gap Information) Regulations 2017. Data and calculations are accurate at 5 April 2023. For further information on Convatec visit www.convatecgroup.com

Join the journey



Everyone has a part to play in promoting Diversity, Equity, Inclusion and Wellbeing at Convatec. Here are some of the ways you can get involved

Listen

Follow the [Women's](#), [BEN](#), [Pride](#) and [Latinx](#) channels on [MyConvatec](#)

Learn

[Your role in Workplace Diversity](#)

Join

Become a member of our [Women's](#), [BEN](#), [Pride](#) or [Latinx](#) ERGs

Careers

Visit our [LinkedIn page](#)

Contact

DEIW@convatec.com

