CROWN Speciality Packaging UK Limited, CROWN Aerosols UK Limited, CROWN Packaging Manufacturing UK Limited, Carnaud Metalbox Engineering Limited

CROWN Holdings Inc is the leader in metal packaging technology and has operations in 47 countries employing over 33,000 people. Our four UK legal entities, CROWN Speciality Packaging UK Limited, CROWN Aerosols UK Limited, CROWN Packaging Manufacturing UK Limited, and Carnaud Metalbox Engineering Limited) manufacture beverage cans, food cans, closures, aerosol cans, promotional packaging, and engineering equipment required to manufacture high quality metal packaging.

In April 2017 the Equality Act 2010 (Gender Pay Gap Information) Regulations 2017 ("the Regulations") were introduced requiring employers with more than 250 employees to report their gender pay and gender bonus gaps annually.

As each of the four UK legal entities have more than 250 employees, they published their gender pay gap figures in April 2018 reflecting the position as at the 'snapshot date' of 5 April 2017. This latest report reflects the data collected by each of the four UK legal entities as at 5 April 2018

It is important to note that the gender pay gap is the difference between the pay of females and males across the organisation as a whole. The reasons for the existence of a gender pay gap can be varied and often occur as a result of socio-economic factors. For example, females are predominantly the main child carers and often work part time in lower paid roles. The gender pay gap is not the same as the concept of equal pay which is very different and looks at the difference between the pay of individual females and individual males performing equal work. The two different concepts should <u>not</u> be confused. The existence of a gender pay gap does not necessarily mean that there are unequal pay practices going on within an organisation. Our assessment whilst producing our gender pay gap statistics has confirmed that where men and women are undertaking equivalent work they receive equal pay unless there are non-gender reasons which justify a pay difference.

The UK employing entities have welcomed the introduction of the Regulations as a means of providing greater transparency. Each UK employing entity is committed to being an equal opportunity employer which aims to treat employees and job applicants fairly regardless of their gender, age, race, sexuality, full or part time status, marital status and disability. The challenge within these entities is how to close the gender pay gap, particularly in such a male dominated industry.

We set out below our calculations for each of the four UK employing entities as at 5 April 2018. We recognise that in some areas the pay gaps have slightly increased since those reported last year. However, there are also areas where pay gaps exist in favour of females. For example, the mean and median gender bonus gap for Crown Packaging Manufacturing UK Limited are both negative figures in favour of females, as is also the case with the median gender bonus gap for Crown Aerosols UK Limited. Furthermore, there are areas where the pay gaps have reduced. For example, the mean gender bonus gap for Carnaud Metalbox Engineering Limited has reduced from 24.8% last year to 15.4% this year.

We believe that in those areas where there is still the existence of pay gaps in favour of males, these are as a result of the following factors:

- The nature of the manufacturing industry is such that it is heavily male dominated and it is incredibly difficult to encourage and attract female applicants to apply for engineering and manual factory based roles (particularly those that are shift based). We continue to work hard at encouraging female applicants to apply for traditionally male-dominated roles but continue to have a low success rate of female applicants. We recognise that improvements in this area will take time and continued effort.
- The UK entities have a much lower proportion of female employees in senior roles. It is these senior roles that attract larger salaries and thereby drive an imbalance in the gender pay gap figures as these roles are predominantly held by males. Whilst the female population at senior management level is in a period of growth, we recognise that this continues to be a key issue. We are actively targeting to try and increase female representation at the higher levels of our businesses.
- By the very nature of the skill level the engineering and manual factory based roles require, and the fact that shift premiums are paid for unsociable hours, the male dominated roles attract higher rates of pay in comparison to our traditionally femalebased roles which tend to be office based and which do not attract the same shift premiums and unsociable hours payments.
- The gender pay gap figures are only a snapshot of the position as at the reporting date and the figures will naturally increase or decrease during the course of the year due to changes in the workforce.

Despite the above factors, we fully recognise that there is a great deal of further work to be done and we are not complacent about this. We will therefore be putting in place a series of initiatives to address our gender pay gaps. For example:

- We will be targeting female recruitment even further by advertising on specialist job boards to attract female talent, using females in recruitment campaigns for engineering and manual factory based roles, and using gender neutral language in our job advertisements;
- We will continue to coach our line managers on the merits of providing regular and constructive feedback to help inspire female colleagues to progress within the organisation.

We recognise that closing our gender pay gaps will take time and there is no "quick fix". The Government intends to review progress after 5 years and we are likewise intending to see change over a longer-term basis based upon the initiatives we will be adopting.

<u>UK Employing Entities - Gender Pay & Bonus Gap Calculations and Proportion of Employees</u> <u>Paid a Bonus:</u>

The tables below show for each of the four UK employing entities the overall mean and median gender pay gaps for the pay period containing the snapshot date of 5 April 2018. It should be noted that the national gender pay gap is approximately 18%.

The tables below also show the mean and median gender bonus gaps and the proportions of male and female relevant employees who were paid a bonus during the twelve month period preceding 5 April 2018.

Please note that a negative figure indicates a pay gap in favour of women.

Mean Gender Pay	Median Gender	Mean Gender	Median Gender	Proportion of employees paid a bonus	
Gap	Pay Gap	Bonus Gap	Bonus Gap	Male	Female
18.9%	19.6%	30.0%	24.6%	29.4%	39.5%
CROWN Aero	osols UK Limit	ed			
Mean Gender Pay	Median Gender	Mean Gender	Median Gender	Proportion of employees paid a bonus	
Gap	Pay Gap	Bonus Gap	Bonus Gap	Male	Female
18.6%	20.8%	8.2%	-1.6%	4.3%	10.5%
CROWN Pack	aging Manuf	acturing UK Lir	nited		
Mean Gender Pay	Median Gender	Mean Gender	Median Gender	Proportion of employees paid a bonus	
Gap	Pay Gap	Bonus Gap	Bonus Gap	Male	Female
16.1%	19.3%	-41.7%	-304.4%	88.4%	69.6%

Mean Gender Pay Gap	Median Gender Pay Gap	Mean Gender Bonus Gap	Median Gender Bonus Gap	Proportion of employees paid a bonus	
				Male	Female
20.1%	17.2%	15.4%	0%	91.2%	93.7%

UK Employing Entities - Proportion of men and women in each quartile pay band

In accordance with the Regulations, we have also divided the total population of the workforce for each of the UK employing entities into four quartiles: the lower quartile, lower middle, upper middle and upper quartile pay bands. The percentages of males and females within each quartile are as follows:

CROWN Speciality Packaging UK Limited						
	Male	Female				
Upper quartile	95.6%	4.4%				
Upper middle quartile	91.0%	9.0%				
Lower middle quartile	76.5%	23.5%				
Lower quartile	73.5%	26.5%				
CROWN Aerosols UK Limited						
	Male	Female				
Upper quartile	97.8%	2.2%				
Upper middle quartile	92.3%	7.7%				
Lower middle quartile	91.2%	8.8%				
Lower quartile	75.8%	24.2%				
CROWN Packaging Manufacturing UK Limited						
	Male	Female				

Upper quartile	92.1%	7.9%			
Upper middle quartile	94.1%	5.9%			
Lower middle quartile	87.2%	12.8%			
Lower quartile	73.7%	26.3%			
Carnaud Metalbox Engineering Limited					
	Male	Female			
Upper quartile	99.0%	1.0%			
Upper middle quartile	96.4%	3.6%			
Lower middle quartile	92.5%	7.5%			
Lower quartile	83.5%	16.5%			

I confirm that the information contained within this statement is accurate.

Signed

Sidonie Lécluse

Vice President Human Resources