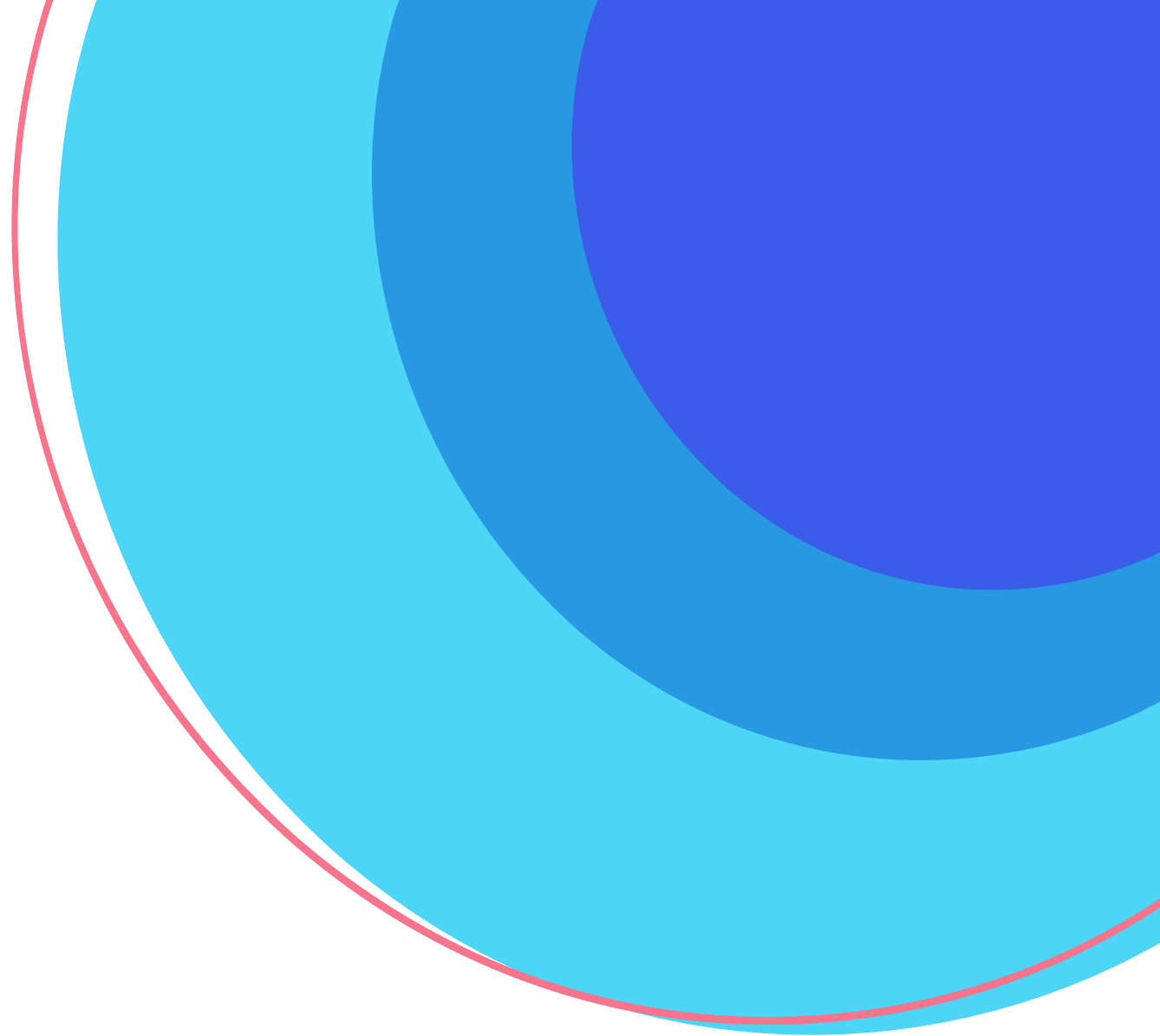


UK Gender Pay Gap Report 2023

April 2024

labcorp



Gender Pay Gap Report 2023

OUR COMMITMENT

Labcorp Early Development Laboratories Ltd is a leading provider of drug and medical device, crop protection and chemical development services. As part of Labcorp, a global leader of innovative and comprehensive laboratory services that has been recognised by Fortune® as a World's Most Admired Company, Forbes® as a World's Best Employee and have scored 100% from the Human Rights Campaign as a Best Place to Work for LGBTQ + Diversity, we are united by our shared mission to improve health and improve lives.

We take pride in our exceptional, highly talented and skilled people. Our work is accomplished each day by diverse, global teams who inspire change, motivated by the lifesaving work we undertake.

We are committed to an inclusive and inspiring employee experience in which benefits-related rewards, including pay, are based on an individual's performance, skills and qualifications. We are committed to ensuring that women have the same access to training, compensation and leadership opportunities as their male colleagues and that all staff have access to the learning and mentoring necessary to help them advance.

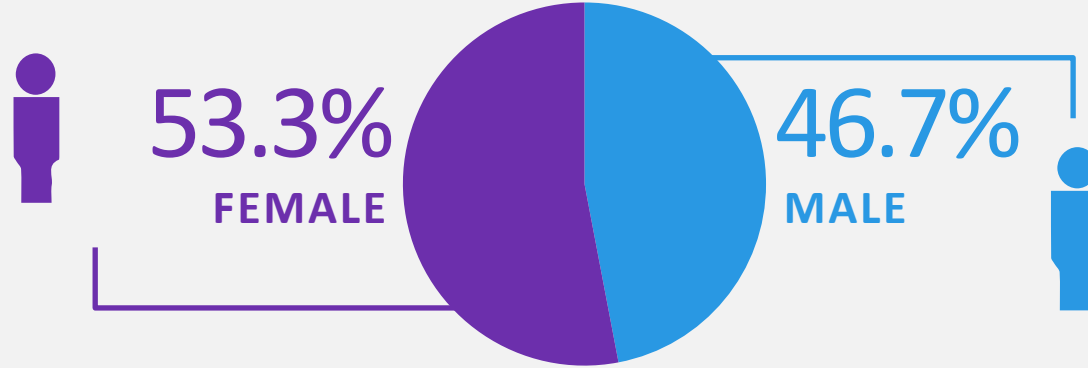
In summary, we are focused on creating a workplace that enables every employee to develop professionally and achieve their extraordinary potential.



Measures of Success

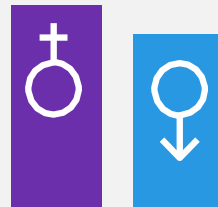
HEALTHY BALANCE

Overall, we have a good gender balance across our organisation. More than half (53.3%) of our 2,846 UK employees are female. Advancement opportunities for female employees also are balanced, with 53.9% of 2023 promotions earned by women.



GLOBAL RECOGNITION

Labcorp has been recognised externally for its commitment to inclusion globally, highlighting our distinctive inclusion and diversity programmes and our dedication to a positive working environment for all employees.



53.9% OF PROMOTIONS have gone to females in 2023*
**during snapshot year*



48.46% OF FEMALES celebrated 5 or more years of service anniversaries*
**during snapshot year*

Forbes 2024
America's Best Large Employer
Time 2023
World's Best Companies
Disability Equality Index
Best Place to Work for Disability Inclusion



Understanding the Pay Gap

We are committed to equal pay for equal work, which has been mandated since 1970 in the United Kingdom. We routinely review our compensation and employment practices to ensure equal pay.

The gender pay gap is a different measurement. It shows the variance in average pay between all men and women within a workforce. Our gender pay report reflects several key contributing factors that impact our results.

While our gender mix across each pay quartile is balanced, like many companies in our industry and the broader healthcare sector, a disproportionate number of executive and sales positions are held by male employees. This imbalance plays a significant role in our gender pay gap and bonus pay gap.

Additionally, 83.1% of our part-time positions are held by females. Our employees have told us that this flexibility is important to them and we remain committed to offering a variety of working arrangements. Still, part-time status impacts the bonus gap in particular, because it is calculated on actual bonus payments made rather than full-time equivalents.



Gender Pay Gap Summary

DEFINITIONS

The mean is calculated by adding the ordinary pay or bonus of all women, dividing by the number of women, then doing the same for men, and making a comparison.

The median gap is calculated by taking the midpoint of the lowest and highest pay or bonus for women and the lowest and highest pay or bonus for men and making a comparison.

Datasnapshot:

1 April 2023 – 30 April 2023

“Ordinary pay” includes basic pay, and allowances but does not include overtime, redundancy, termination of employment or non-monetary pay

Bonus includes pay related to performance, incentive, commission, securities (at time of income tax charges) and length-of-service awards

**OTB stands for one-time bonus, and includes low-value awards made through Labcorp’s recognition program. If these awards are removed from the calculation, our mean and median Gender Bonus Gap is significantly reduced to 15.3%, and 8.5% respectively.*

GENDER PAY GAP

Mean

5.6%

Median

4.8%

GENDER BONUS GAP (includes OTB*)

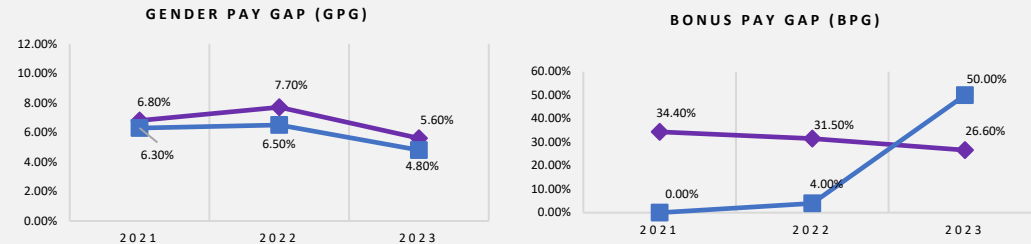
Mean

26.6%

Median

50%

Gender & Bonus Pay Gap Trend (mean & median)



Data note: In prior years, we reported aggregate figures on a consolidated basis with Labcorp Clinical Development Ltd and Labcorp Clinical Research Unit Ltd; both of these entities were part the Fortrea spinoff and are no longer affiliated companies of Labcorp. Hence, trend reporting is based on data for Labcorp Early Development Ltd only.

Proportion

FEMALE

54.0%

Receiving a Bonus
(includes OTB*)

MALE

55.6%

Proportion of Males and Females by Quartile Pay Band

	Female	Male
Lower Quartile	52.0%	48.0%
Lower Middle Quartile	56.6%	43.4%
Upper Middle Quartile	52.3%	47.7%
Upper Quartile	48.6%	51.4%



Women in Leadership Initiative (WIL)

We know that a critical aspect to closing the gender pay gap in the United Kingdom is increasing the number of women in senior, executive and sales roles. Acknowledging that we seek continuous improvement, we remain committed to taking purposeful action to create the change we want to see. Through our global Women in Leadership initiative and our UK-specific development programmes, we are creating more pathways for women to grow professionally and achieve their career aspirations. We believe that it is essential to create an inclusive environment that respects and values the diverse skills, insights, experiences and contribution of all our employees.

WOMEN IN LEADERSHIP (WIL)

In 2023, we continued Women in Leadership (WIL) initiatives across Labcorp. Based on feedback from women across the globe, our WIL programmes focus on:

Building Awareness:

Now in our 5th year of WIL focus, we have both women and men involved in these efforts. We began sharing stories of our women colleagues' successes, challenges, career movement, work/home integration across our internal channels. These stories help our women employees make connections with one another and build a support network for their development and advancement. Our involvement in International Women's Day continues to expand each year and bring together a network of women across the globe. Other celebrations like Ada Lovelace Day and Women's History Month continue to highlight and bring awareness to women's issues.

Developing Women Leaders:

Specifically targeted to senior levels to address the gap, **Elevate** is a six to eight-month immersive learning experience designed to accelerate personal and professional growth for high performing women in senior leadership roles. This engaging program includes a combination of face-to-face sessions, virtual learning sessions and one-on-one executive coaching. **Ignite Your Impact** is a prestigious, Princess Royal Training award winning, bespoke three-month virtual course for women in senior manager through director level roles. This highly interactive program is centered around six modules designed to help women enhance competencies in confidence, influencing, decision making, risk taking and building networks. It has become one of Labcorp's elite flagship programs and is highly sought after for our mid level leaders.

Finding/Cultivating Diverse Talent:

We prioritised talent attraction for gender and other diverse candidates by expanding our reach beyond our normal talent pools. We conducted targeted advertising and took a deeper view into our own organisation for upcoming talent. We focused specifically on gender and other diversity in our succession planning development maps and talent review processes.

Encouraging Executive Engagement:

Engaging our executives with our Women in Leadership programming as well as our Employee Resource Group offerings provides opportunities for listening and learning. These opportunities reap benefits two-fold; executives hear the voices and perspectives of our women leaders, and our women leaders have a channel to ask questions, network and raise their visibility to the highest levels. Our team is always looking for opportunities to include Labcorp executives. Each direct report to Labcorp's CEO is aligned with an internal ERG (Employee Resource Group) as a sponsor. Many ERG events feature members of the executive team or focus on conversations with executive members. The Senior Leader Development (SLE) program includes small group sessions with executive leaders, the Elevate development program for women, includes dinner with the executive team. Our Reverse-Diverse mentoring program connects higher level leaders as mentees to our diverse mentors, at various levels in the organization. Leveraging executive travel plans, allows us to arrange small group conversations at various locations across the globe.

Measuring/Reporting Progress:

We regularly track progress against our long-term and short-term goals with outcome-based metrics. As a result of the Ignite Your Impact series, 53% of the UK women who participated said they received a pay increase since the start of the program and 35% said they received a promotion. UK Managers said they saw a 37% increase in the participants behavior to advocate for diverse talent. 95% of UK direct reports who responded to the survey said their manager (an Ignite participant) increased their personal development and the productivity of the team.

Women in Leadership Initiative (WIL) continued



A very successful part of the Women in Leadership (WIL) initiative is The Women's Empowerment Network (WEN). WEN is Labcorp's Employee Resource Group (ERG) focused on women. This global, employee-led group is designed to inspire, support and provide tools that enable women to build their careers at Labcorp. Across the UK, WEN groups cover the following locations: Harrogate, Leeds and York, Huntingdon, Shardlow and Eye. The company is very proud and privileged to have been awarded a prestigious [Princess Royal Training Award](#) in recognition of the Harrogate WEN, which has a focus on Women in Science. These awards honour employers who have created outstanding training and skills development programmes which have resulted in exceptional benefits.

WEN is built on a framework of five pillars: Career, Coaching, Connecting, Community, and Company, and has senior-executive sponsorship at the highest levels of our company. During 2023, many Labcorp employees continued to work remotely. Despite the ongoing challenges of the virtual work environment, the UK WEN groups hosted a range of well attended digitally delivered and in-person events on topics including mental health awareness training, networking, monthly topical discussions, leadership mindset training, individual development planning and book club discussions. WEN also hosted fireside chats with two external female CEO's providing career, work/life integration and personal development advice. The UK WEN also worked with other UK ERGs on an ERG open day and mental health awareness initiatives to create monthly infographics on a variety of topics including bereavement, eating disorders and loneliness.

In the past year with most folks continuing to work from home we engaged an even wider audience of colleagues virtually across the UK and the world. In 2018, WEN started with two chapters globally. In 2023, WEN now stands at than 3,000 members over 29 global chapters.

FLEXIBLE WORK PRACTICES

We support our employees by cultivating a flexible, modern work environment. Our employment approach includes remote working and part-time opportunities. We have helped our global teams achieve a better work-life balance with unique site benefits and Worksite Wellness programmes. Our ultimate goal is to create a "boundaryless" organisation that enables all employees to contribute and realise their potential.

UK Apprenticeship Programme

UK APPRENTICESHIP PROGRAMME

Our Apprenticeship Programme supports our efforts to close the gender pay gap. This programme develops our female technical and managerial leaders of tomorrow, providing women with the same career and pay opportunities as their male counterparts and enabling them to achieve their potential without bias.

We have designed career paths that have clear progression routes, from first-time supervisors to senior leader and executive positions, for management as well as technical and specialist tracks. All of our Apprenticeship Programmes are mapped to our job grades and competencies, providing a structured and transparent path for participants to progress through their studies and advance their careers. Labcorp programmes are matched to national standards, so participants' achievements can be externally recognised.

Each Apprenticeship blends internal training and competence development with externally recognised skills. Labcorp commits 20% of the apprentices' time for training. The programmes are designed to be flexible, allowing for employee-defined training times and to meet individual needs, including career breaks.

Across our Apprenticeship programs 43% of our attendees who have recorded their gender are female, with 3% recording their gender as non-binary. According to the census, women and girls made up 51% of the population of England and Wales and men and boys made up 49% - ons.gov.uk. We continue to grow the diversity of the types of apprenticeships we offer and ensure they are accessible for all.

Labcorp was recognized as a Top 100 Apprenticeship Employer for 2022 by the UK government's Education & Skills Funding Agency and received 2 special commendations from [Princess Royal Training Awards](#) for our commitment to delivering diversity equity and inclusion in the workplace in 2022.



Continuing the Commitment

Labcorp is a people-based organisation, where our success is based on our ability to attract and retain top scientific, therapeutic, analytical and technical talent from across the United Kingdom and the world.

It is essential that we create an inclusive and diverse workplace where all employees are equally valued for their unique skills, insights and experiences; and empowered to achieve their extraordinary potential. As individuals we bring strength to the organisation in different ways. Together those unique talents make us exceptional.

We know there is more to do and remain committed to addressing our gender pay gap and measuring our progress.

Melissa Lesley

Vice President, Global Total Rewards

