

Travelers Management Limited

Gender Pay Gap Report



Legislation Overview

Employers in the United Kingdom with 250 or more employees are required to publish: (1) the difference between the mean and median hourly rates of pay and bonus pay paid to male and female employees; (2) the proportion of male and female employees receiving a bonus payment; and (3) the proportion of male and female employees in each hourly pay quartile.

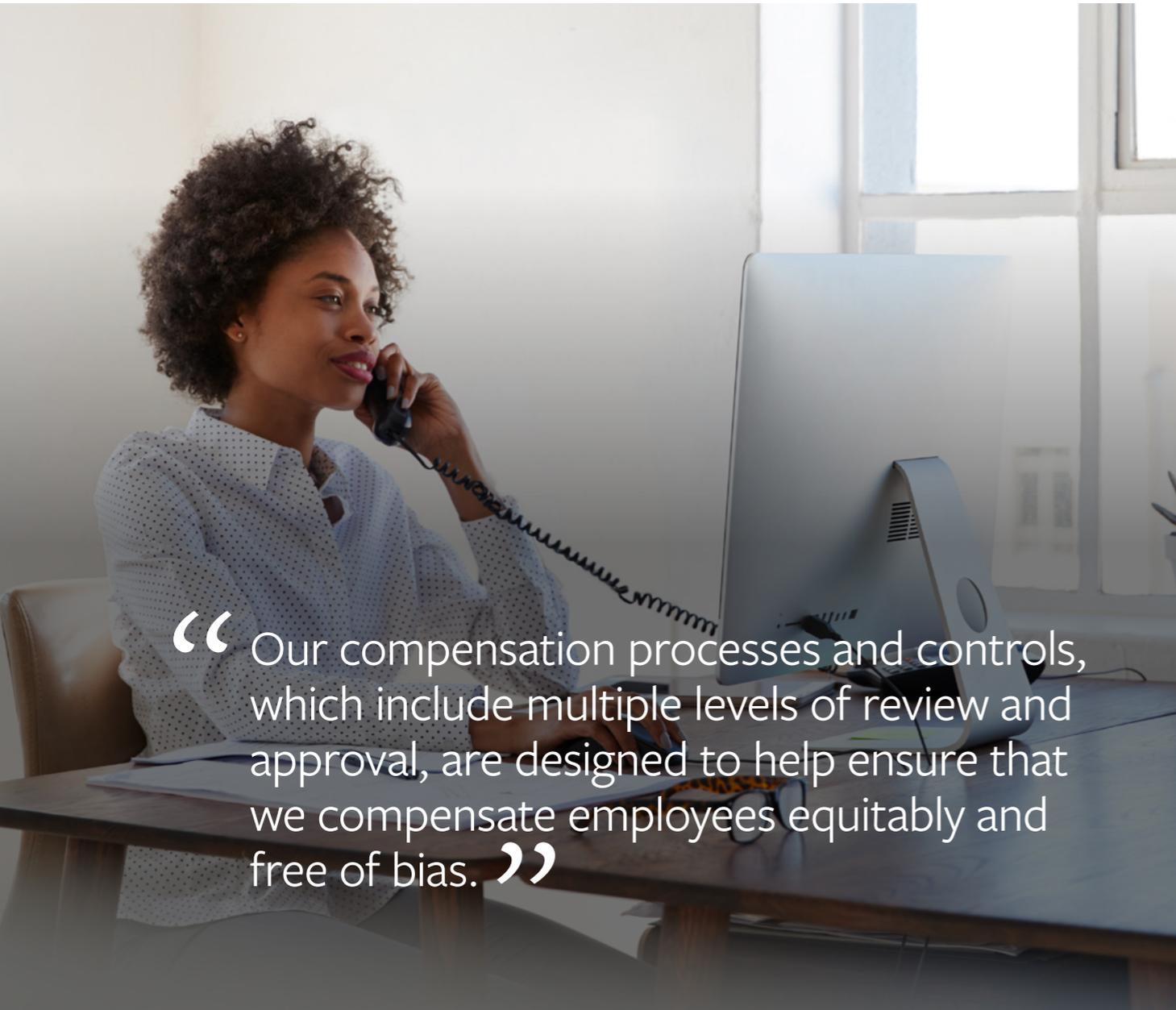
 **650+**

Travelers Management Limited, a UK entity, has approximately 650 employees in the United Kingdom. Its data for 2022 is provided in this report.



Diversity and Inclusion as a Business Imperative

At Travelers, our greatest asset is our people. We recognise that preparing for the future requires that we both maintain and extend our talent advantage. In that regard, diversity and inclusion is a business imperative for us. Our efforts are aimed at attracting, retaining and promoting the best talent from the broadest possible pool of talent. Diverse experiences and viewpoints yield greater insights and better outcomes, raising the bar on individual and team performance. Our diverse and inclusive workforce today will be an important factor in our success tomorrow.



“ Our compensation processes and controls, which include multiple levels of review and approval, are designed to help ensure that we compensate employees equitably and free of bias. ”

Understanding the Numbers

Paying our employees equitably is the foundation of our merit-based culture, and our compensation programme is designed to drive that culture. Our long-standing pay-for-performance philosophy differentiates awards based on individual and company performance, regardless of gender. Our compensation processes and controls, which include multiple levels of review and approval, are designed to help ensure that we compensate employees equitably and free of bias. We engage an independent expert annually to conduct an equal pay review across the organisation. For the third year in a row, these audit results have demonstrated that we pay our employees equitably.

The information required to be disclosed by the legislation compares all female employees as a group to all male employees as a group. It is important to highlight that these required figures do not measure pay equity. As the required disclosures do not account for differences in pay by level, location, job function or job performance, these disclosures do not measure whether employees are receiving equal pay for equal work. Based in part on the processes and factors described above, we are confident that our pay practices result in equitable pay for our employees, regardless of gender.

The figures that we are required to disclose in this report reflect the fact that there are more men than women working in higher-level positions, where hourly rates and bonuses are higher, and bonuses are more common. They also reflect our ongoing efforts to provide a flexible work environment and offer part-time options, where bonus awards are typically lower. These flexible arrangements are more frequently exercised by women than men, particularly as they return from maternity leave.

The figures also consider all forms of bonuses, including equity awards, which are typically provided to those in more senior-level roles and take three years to vest. When these awards are exercised, they are included in the bonus calculations, meaning that most of the equity awards included in this year's calculation were awarded three or more years ago.

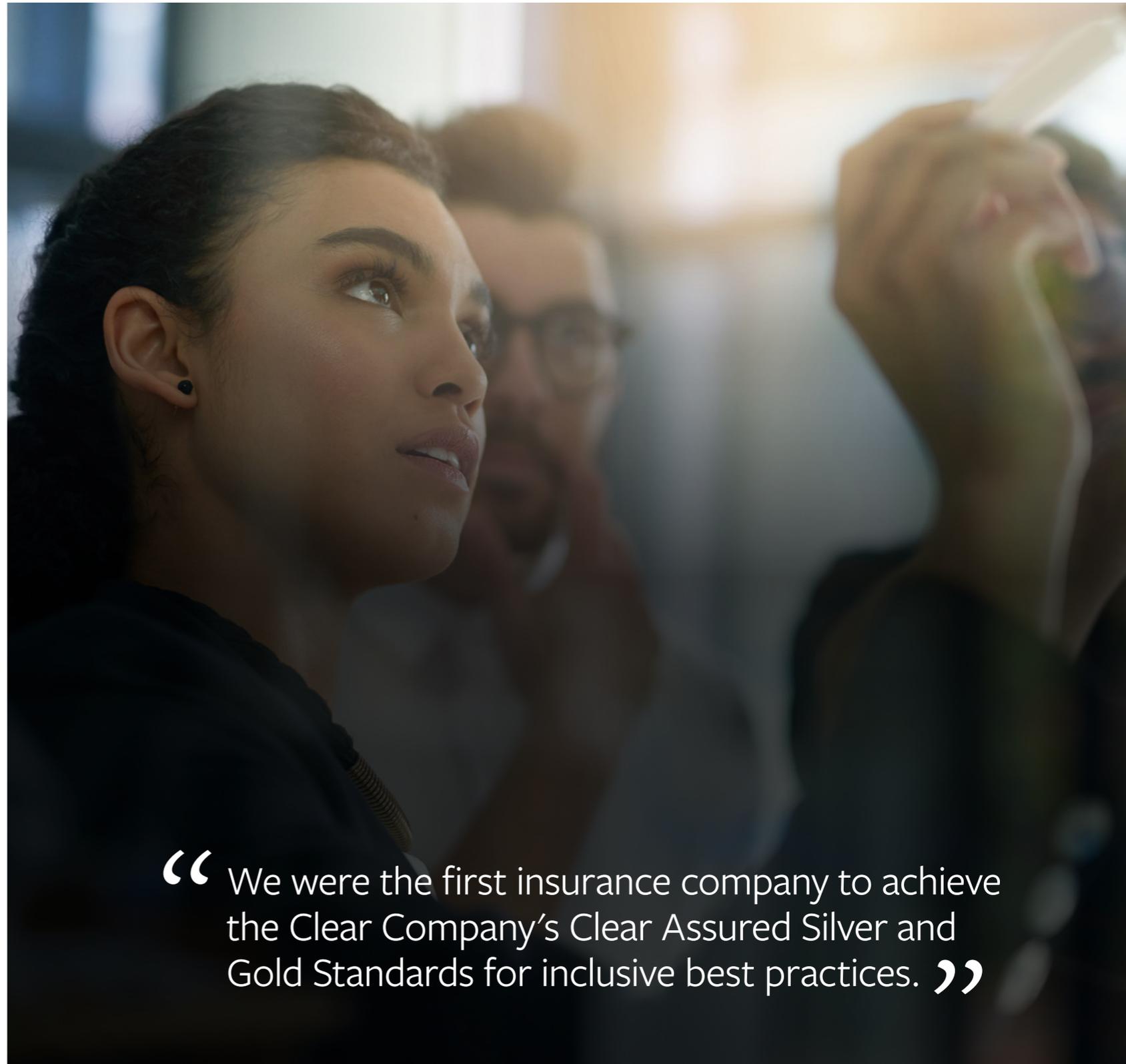
It is also important to note that due to our relatively small employee population, a slight change in staffing can significantly affect our reported figures.

Constantly Enhancing Our Culture

We value the diversity that exists among our workforce, our business partners, our customers and our communities. To increase female representation in higher-level positions in the United Kingdom, we have several initiatives in place. These include requiring a diverse group of qualified candidates to be considered for all higher-level positions; requiring a diverse panel of interviewers with varying perspectives and levels of experience for mid- to senior-level positions; and requiring inclusive recruitment training for all employees involved in the hiring process to help them recognise and minimise potential blind spots with respect to unconscious bias.

We also participate in industry diversity and inclusion initiatives and have been an active host of events at the Dive In Festival – an industry forum aimed at supporting the development of an inclusive workplace – for a number of years. We are also a member of Inclusion@Lloyd's and a signatory to the Lloyd's Diversity and Inclusion Charter. In addition, in 2020, we became the first insurance company to achieve the Clear Company's "Clear Assured Gold" standard for inclusive best practices – a level attained by only two other insurers. And, in 2021, we earned the Clear Company's "Integrated" designation for our work to incorporate policies and practices that reinforce our diversity and inclusion strategy and remove barriers for underrepresented groups.

We believe that paying our employees fairly and fostering an inclusive environment where all employees can develop and thrive is not only important to our future success but also integral to our corporate citizenship efforts.



“ We were the first insurance company to achieve the Clear Company's Clear Assured Silver and Gold Standards for inclusive best practices. ”

We continue to further our diverse and inclusive employee experience by following best practices and delivering new opportunities that enable our employees to maximise their potential. Examples of this include:

- Expecting all employees – at all levels and in all functions – to participate in a dynamic, interactive two-part diversity education programme that explores biases and their impact in the workplace, as well as how to be more intentionally inclusive.
- Creating diversity networks, which are voluntary organisations led by a team of employees dedicated to fostering a diverse and inclusive work environment. In particular, our Women & Allies Diversity Network helps foster the retention, development and success of women in the company by hosting regular panel discussions and networking events. The group has also launched initiatives such as interview support sessions and coffee catch-ups to help members further develop their careers and expand their networks.
- Sponsoring an Inclusion Council that comprises employee representatives from various internal and external Diversity Networks. Bringing this group together and delivering events co-sponsored by multiple networks helps us build a greater understanding of our employees and ensure that those who identify with more than one community feel represented.
- Becoming one of the first organisations to sign the industry’s Inclusive Behaviours in Insurance Pledge, demonstrating the company’s commitment to furthering its diversity and inclusion efforts.
- Ensuring that our recruitment partners have a strong commitment to diversity and inclusion.
- Consistently reviewing our people policies and other employee communications to ensure an inclusive tone of voice.
- Creating the “Inclusive Leadership Portfolio” for senior leaders to develop their own diversity and inclusion action plans.
- Curating an Inclusive Leadership Pathway programme that provides people managers with training and tools to help them lead more inclusively.
- Having an “Inclusive and Engaged Culture” performance objective to encourage all employees to behave in a way that actively supports an inclusive work environment.
- Introducing hybrid work arrangements to provide employees with more flexibility to choose where they work.
- Introducing a Religious Holiday Swap programme to enable employees of different faiths to swap out bank holidays for days they celebrate.
- Adding a new benefit to our employee offerings to assist those with caregiving responsibilities.
- Celebrating religious and cultural events, as well as spotlighting important dates, on a regular basis.

Adjusting the gender balance across the pay quartiles is a structural change that will take time, particularly as the talent pool in our industry historically has had a disproportionate number of men. We remain committed to attracting, developing and retaining the best talent and are focused on building a diverse talent pipeline.



Required Gender Pay Gap Disclosure for Travelers Management Limited

The required data for Travelers Management Limited is shown here.

Mean and median gender pay gaps:

Below are the mean and median gender pay gaps, which are based on hourly rates of pay¹ and all types of bonus pay². The 2022, 2021 and 2020 hourly pay gap figures are based on the snapshot dates of 5 April 2022, 5 April 2021 and 5 April 2020, respectively. The bonus gap figures are based on the 12-month period prior to the respective snapshot dates.

Difference between men and women:

Mean hourly pay¹

19.9%	26.1%	30.1%
2022	2021	2020

Median hourly pay¹

14.8%	20.6%	24.5%
2022	2021	2020

Mean bonus pay²

58.8%	59.6%	62.8%
2022	2021	2020

Median bonus pay²

18.2%	19.9%	37.7%
2022	2021	2020

¹ Hourly rate of pay includes all types of ordinary pay, including base salary and all forms of allowance.

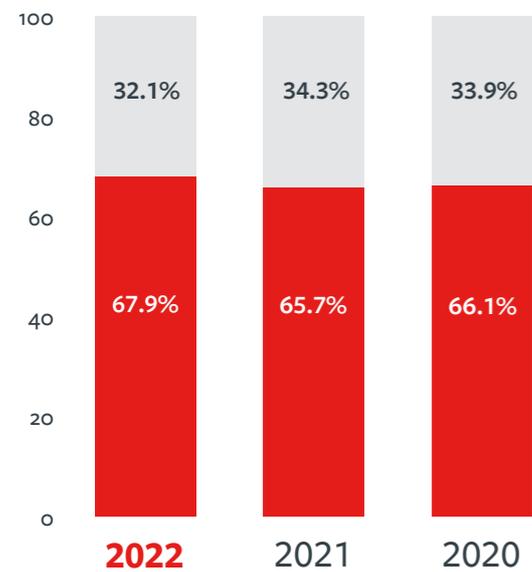
² Bonus pay includes all types of pay that relate to performance and incentive, including annual cash bonuses, spot cash bonuses, vouchers and the gain on equity grants.

Required Gender Pay Gap Disclosure for Travelers Management Limited

Bonus pay² participation:

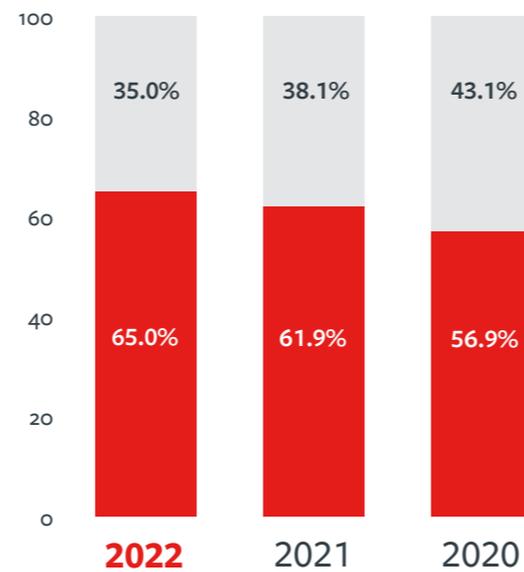
The following charts show the proportion of men and women receiving bonus pay during the 12-month periods prior to 5 April 2022, 5 April 2021 and 5 April 2020, respectively.

Men



■ Received bonus pay
■ Did not receive bonus pay

Women



■ Received bonus pay
■ Did not receive bonus pay

¹ Hourly rate of pay includes all types of ordinary pay, including base salary and all forms of allowance.

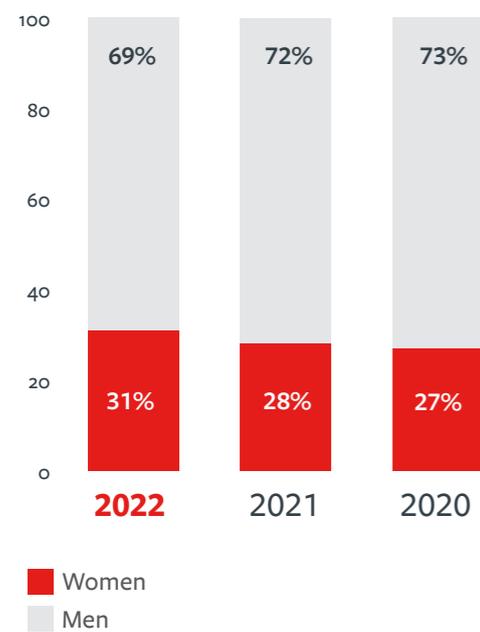
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Required Gender Pay Gap Disclosure for Travelers Management Limited

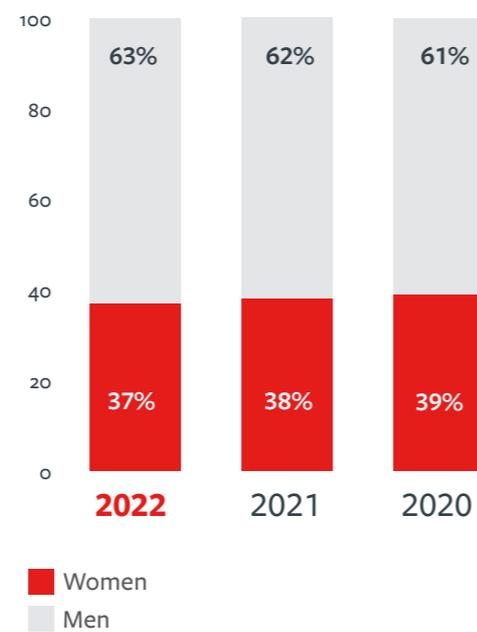
Pay quartiles:

The following charts show the proportion of men and women in each hourly pay quartile. The figures are based on the 12-month periods prior to 5 April 2022, 5 April 2021 and 5 April 2020, respectively. It's important to note that women on maternity leave are excluded under the statutory reporting requirements for purposes of the pay gap calculation and are therefore excluded from the exhibit below.

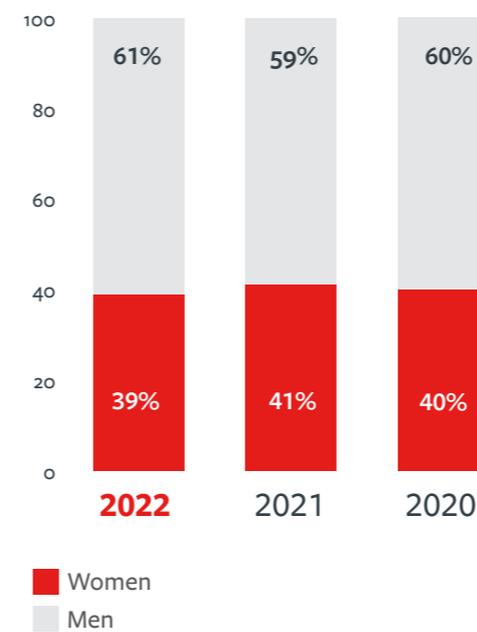
Upper Quartile



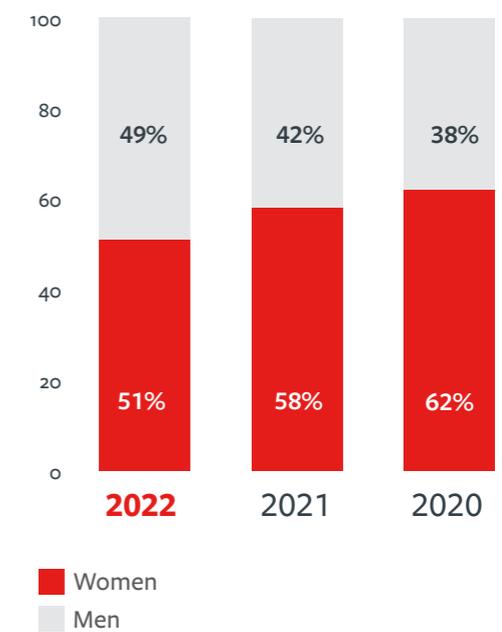
Upper Middle Quartile



Lower Middle Quartile



Lower Quartile



I confirm that the information in this report is accurate.



Mike Lawton
Vice President, Travelers Management Limited

¹ Hourly rate of pay includes all types of ordinary pay, including base salary and all forms of allowance.

² Bonus pay includes all types of pay that relate to performance and incentive, including annual cash bonuses, spot cash bonuses, vouchers and the gain on equity grants.