

us and flourish. This means offering the right support and incentives for both men and women in the business.

Our Women in Business working group continues to advocate for both short and long term goals in promoting diversity and equality, and resolving operational and cultural challenges across the Group. This year the group was instrumental in developing an enhanced maternity leave package which is designed to attract female workers across our business.

Our overall aim is to develop a welcoming and engaging working environment that promotes a positive and truly diverse workforce across the Group.

capture?

For this particular report, the regulations stipulate we review relevant pay periods which included 5 April 2018. For all employees we measured the pay period 1 April 2018 - 30 April 2018.

For bonus pay calculations, the regulations state we measure any employees who received bonus payments during the 12 months prior to the 5 April 2018.

K&T Heating

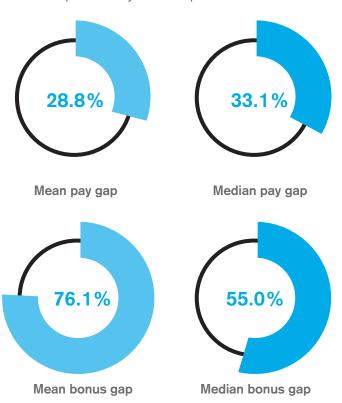
What do our Gender Pay results show at a glance?

Across the industry and in our Company we recognise that our workforce is predominately male (245 males in comparison with 58 females) with a high proportion of men in engineering roles.

The average gender pay gap within the industry currently sits at 23.3% with the UK average recorded as 18.1% so we recognise we have steps to take to reduce this gap. We recognise that females are under-represented which is particularly pronounced in engineering and senior roles.

Our Gender Pay Results

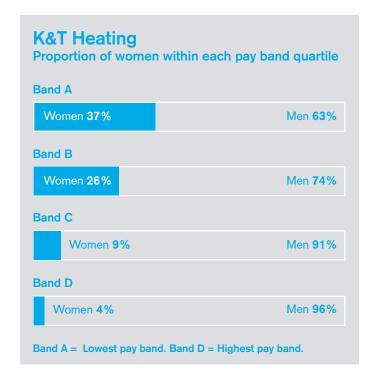
The chart below show the overall median and mean gender pay gap, which shows those employed on the snapshot date of 5 April 2018. The bonus gap is based on bonuses paid in the year to 5 April 2018.



The mean pay gap is the difference between average hourly earnings of males and females, whereas the median pay gap is the difference between the midpoints of hourly earnings of men and women. It takes the middle salary from the lowest to highest.

Our calculations show that 44.1% of females received a bonus in comparison with 19.6% of males.

The table below demonstrates the % of men and women and how they are spread across the company structure. This is shown in pay band quartiles, the lowest pay bands being A and B, and the higher levels being C and D.



Whilst we recognise the dominance of male labour in the Gas Engineering and Compliance Industry, our results clearly confirm under-representation of females in quartiles B, C and D. We must look at how we engage with and encourage females into the industry in all disciplines, especially those in engineering and at senior level.

Going forward we now have some exciting opportunities to develop and shape our business and the gender pay gap information will provide an invaluable insight into the way we move forward.

The key learnings from the benchmarking process are that we need to develop a clear strategy on developing a diversely represented business at all levels. A business that is respectful and encouraging and that promotes talent.