Donaldson Filter Components Limited

Gender Pay Gap Report 2023

At Donaldson we advance Diversity, Equity & Inclusion through diverse learning experiences and equitable opportunities to sustain a globally inclusive culture where all employees are valued.

Diversity is not just a moral imperative; it is a strategic business priority. Operationalising DEI means aligning systems, developing people and embedding DEI into processes.



Tod Carpenter, Chairma...

The world changes when we change our perspective.

"We foster a globally inclusive culture and embrace the uniqueness of each individual. When employees offer a

diverse range of capabilities, cultures, backgrounds, and perspectives, they not only reflect the diverse communities we serve, they help us better understand and meet the needs of our customers."



As required by UK legislation, this report has been produced in accordance with the Gender Pay Gap Reporting requirements which came into force on 6th April 2017. In line with the reporting guidelines, the figures shown below have been calculated based on the hourly rate of each individual employee as defined by the requirements outlined in this legislation.

In line with the requirements, we report both the mean and median pay gap.

What is the median pay gap?

The median pay gap is calculated by taking all employees and ranking them from the lowest earner to the highest. The person in the middle is the median, to calculate the median gender pay gap we take the difference between the hourly pay of the median man and the hourly pay of the median woman.

What is the mean pay gap?

The mean is calculated by adding the pay of all employees and dividing that figure by the number of employees, giving the average. The difference between the average pay of all men and the average pay of all women gives the mean gender pay gap.

Both calculations are useful in order to understand the gap and what might be influencing this.

Median Pay Gap across all employees - 5.94%

Mean Pay Gap across all employees - 10.64%

UK Average National Gender Pay Gap 2022 is 14.3%

UK Average Gender Pay Gap within the Manufacturing sector is 15.6%

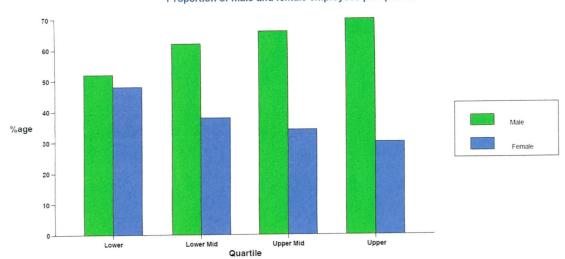
Pay Quartiles across the workforce employed by Donaldson Filter Components Ltd:

Donaldson Filter Components Limited operate within the engineering sector, employing a workforce made up of 34% female and 66% male. The information below indicates the proportion of males and females within each of the four quartiles.

Hourly Rate Quartiles

Gender	l l	Lower (50)		Lower Middle (50)		Upper Middle (50)		Upper (50)	
Male	26	52.00%	31	62.00%	33	66.00%	35	70.00%	
Female	24	48.00%	19	38.00%	17	34.00%	15	30.00%	





Within Donaldson Filter Components Ltd a grading structure and a job evaluation scheme is in place to ensure all roles are consistently assessed to determine the grade and resulting pay. We are confident that men and women are paid equally for doing equivalent jobs across the business.

Gender Bonus Gap Results:

100% of employees within Donaldson Filter Components Limited are eligible to join a company bonus scheme once completing the probationary period.

The chart below indicates the gender gap of bonus amounts paid to employees within Donaldson Filter Components Ltd. The gap derives from a higher number of males being employed in roles that attract variable bonus payments.

	Mean	Median		
Bonus Paid	40.56%	0%		

Within the UK we have undertaken initiatives to help address the pay gap which includes attending the WIME (Women in Manufacturing and Engineering) annual event and working with local schools and colleges to help promote careers within the engineering sector to females.

We firmly believe "It's difficult to be what you cannot see", and we are proud to work with other local businesses to help educate and improve the vision for young girls to allow them to access careers within technical and engineering disciplines.

Specifically, Donaldson now act as a Careers & Enterprise Advisor to a local school in the geographical area.

Donaldson will commit to monitor gender pay gap levels and confirm the data reported is accurate and has been produced fully in line with the guidelines and legislation. We will continue to foster a diverse and engaged culture where our employees feel they belong and can be their authentic selves.

Darcy DeVincke

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VP Global Human Resources

18th March 2024

Claire Anderson

HR Manager UK

18th March 2024