Siemens Bank GmbH

Modern Slavery Act Statement

Financial Year Ended 30th September 2022

Introduction

This statement is made pursuant to s.54 of the Modern Slavery Act 2015 and sets out the steps that Siemens Bank GmbH has taken and is continuing to take to ensure that modern slavery or human trafficking is not taking place within our business or supply chain. Modern slavery encompasses slavery, servitude, human trafficking and forced labour.

Sustainable value creation is the path we choose to achieve our goal of profit-driven, long-term growth. As a global business, Siemens with its innovative power and investment strength, assumes joint responsibility for worldwide sustainable development. We create added value for the societies, in which we operate. At the same time, our business activities– both directly and indirectly – impact the lives of many. Siemens is aware of its responsibility for ensuring the respect of human rights. For us, this responsibility is a core element of responsible business conduct. Building on our Business Conduct Guidelines, we have defined the respect of human rights in additional guidelines and principles.

Sustainable practices are firmly anchored in our corporate culture, based on our company values of being responsible, excellent and innovative. We apply globally-binding principles that require all employees and managers to behave in an ethical, law-abiding manner. We act responsibly to support economic, environmental and social progress.

As part of the worldwide Siemens group of companies, Siemens Bank GmbH has a zero tolerance approach to any form of modern slavery. We are committed to acting ethically and with integrity and transparency in all business dealings and to putting effective systems and controls in place to safeguard against modern slavery taking place within the business or our supply chain.

Our business

Siemens is a technology company focused on industry, infrastructure, transport, and healthcare. From more resource-efficient factories, resilient supply chains, and smarter buildings and grids, to cleaner and more comfortable transportation as well as advanced healthcare, we create technology with purpose adding real value for customers. By combining the real and the digital worlds, we empower our customers to transform their industries and markets, helping them to transform the everyday for billions of people.

Siemens has been active in the United Kingdom for over 170 years. Siemens Bank GmbH is one of several legal entities trading in the UK and provides business-to-business financial solutions in support of Siemens industrial business and serves as an adviser within Siemens for financial risk

Our high risk areas

Compliance risk management is an ongoing focus in all aspects of business activity. Annually, global risks are assessed in a Headquarter workshop, with risk topics subsequently cascaded throughout the

organisation to ensure proper management focus. Human Rights risk has been incorporated as a focus topic since 2017 and is now firmly embedded in our due diligence process for relevant major projects. In addition, as an output from the Headquarter workshop in 2020 an 'awareness package' was produced to assist businesses in managing environmental, social (human rights including modern slavery) and governance (ESG) risks across the entire value chain.

In 2021 a guide entitled 'Human Rights in product and solutions businesses' was produced to further raise awareness and promote discussion within relevant business operations. A company-wide tool (ESG Radar) was implemented during fiscal 2021 to further support the management of ESG risks.

In 2022 the Company has been working to implement 'Ethical' decision making alongside the existing focus on integrity in business. This will enhance the Company value of 'responsible' and further promote the topic of Human Rights, including Modern Slavery.

Our policies

We have various internal policies to ensure that we are conducting business in an ethical and transparent manner. These include:

1. Code of business conduct:

All employees are required to comply with our Business Conduct Guidelines which commits each of them to respect the personal dignity, and personal rights of every individual, as well as to act with integrity and in accordance with the law.

Our Business Conduct Guidelines require that our employees recognise and apply globally-relevant anti-slavery principles specifically including the International Labour Organisation's Tripartite Declaration of Principles, and its Declaration on Fundamental Principles and Rights at Work, with respect to the elimination of child labour, abolition of forced labour, prohibition of discrimination, and rights to freedom of association and collective bargaining.

Each employee is required to sign a statement that they have read and understood the Business Conduct Guidelines as part of our recruitment process.

Siemens also expects its suppliers and business partners to share Siemens' values and comply with all applicable laws as laid out in the respective code of conduct.

The Business Conduct Guidelines were fundamentally revised and entered into force in their current version on January 1, 2019 and includes a dedicated section on Human Rights, which further emphasizes the importance of this area of compliance. A web based training covering the Business Conduct Guidelines was circulated to ALL employees in early 2020 for mandatory completion. In June 2021 it was announced that BCG training would be refreshed every three years with a Managing Board KPI aspiring to 100% completion by all participants. As at 30 September 2022 for Siemens Bank GmbH the completion rate for the current version was 96%.

2. Compliance policy:

This policy, in the form of a globally binding all-encompassing compliance circular, sets out the organisation's stance on Anti-Corruption, Anti-Trust, Anti Money Laundering, Data Protection, Human Rights and Export Control.

The circular specifically highlights the need to comply with local law and thereby the requirements of the Modern Slavery Act. It requires business units and employees to act always in accordance with the United Nations Global Compact principles, including without limitation:

Principle 1: that businesses should support and respect the protection of internationally proclaimed human rights.

Principle 2: that businesses should make sure that they are not complicit in human rights abuses.

Principles 3 to 6: which define fundamental responsibilities for businesses regarding labour.

The following are incorporated in day to day business practices and operated throughout the financial year:

- relevant projects include a specific set of due diligence questions in relation to Human Rights;
- the subject of Human Rights is a mandatory topic in risk assessment deep dives;
- potential Human Rights violations are subject to investigation as part of the formal compliance case handling process;
- training modules incorporate key aspects of Human Rights compliance.

3. Whistleblower Policy:

Siemens has a compliance whistleblower hotline for reporting compliance violations in a secure manner, 24 hours a day, 7 days a week, in 13 languages, online or via telephone. Reports can also be made anonymously. The hotline can be used by employees and management as well as customers, suppliers and other stakeholders. It is managed by a third-party supplier and all data supplied is maintained on secure servers in Germany and handled exclusively by Siemens.

Siemens internal whistleblowers are protected by special regulations that protect whistleblowers who make good faith reports to the best of their knowledge. In addition, the Siemens Ombudsman is available for the reporting of compliance violations.

4. Recruitment Policy:

The company operates a robust recruitment policy, including conducting eligibility to work in the UK checks for all employees to safeguard against human trafficking or individuals being forced to work against their will. In addition, policies provide freedom for workers to terminate employment, freedom of movement and freedom of association. Furthermore, threats of violence, harassment and intimidation are specifically forbidden as is discrimination.

Our suppliers

According to the UN Global Compact, the "supply chain can make a significant impact in promoting human rights, fair labour practices, environmental progress and anti-corruption policies".

Siemens globally has a substantial and complex supply chain with around 90,000 suppliers across 150 countries. With such a large and geographically dispersed supplier network, Siemens ensures a higher priority is given to those Suppliers deemed as high risk and has implemented a system of interconnected processes and tools to stay on top of this complexity under the governance of our Global Services Supply Chain Management (SCM) function. Transparency and awareness of supply chain risks is ensured via a three-step process:

- Definition of sustainability risks and categories;
- Identification of the relevant suppliers;
- Development and implementation of necessary procurement processes to cover these risks for example by conducting on-site audits.

We support all our suppliers through our "Sustainability in the Supply Chain" and " Code of Conduct for Siemens Suppliers and Third-Party Intermediaries" brochures, and the basis of all our supplier relationships is the commitment of our suppliers to observe the principles of the code. In addition, we explicitly encourage them to extend these values further into their own supply chain in order to create a

network of interactions and business relations that are built on trust. As well as reflecting our Business Conduct Guidelines, our supplier code is based on the UN Global Compact and principles of the International Labour Organisation.

The code specifically prohibits the use of forced labour and child labour by our suppliers, requires our suppliers to respect the employment rights of their workers and requires our suppliers to use reasonable efforts to promote compliance with the code amongst their own.

Suppliers commit to the code by signing the Corporate Responsibility contract clause as part of the onboarding and qualification process, and also for all new and extended procurement contracts, via the Corporate Responsibility declaration or by acknowledging the Conditions of Purchase.

Prior to selection all suppliers undergo various due diligence checks including a Corporate Responsibility Self-Assessment (CRSA). This questionnaire enables suppliers to assess whether they meet the requirements of our Code of Conduct. This process raises awareness of these requirements, identifies potential risks in connection with sustainability at an early stage, and ensures that appropriate steps are taken.

Following selection, suppliers are continually monitored and risk assessed, particularly those operating in higher risk countries. Suppliers for whom certain potential sustainability risks have been identified or where there are suspicions of non-compliance with the code of conduct are subjected to an in-depth assessment by audit experts on site. To ensure independent reporting, this assessment is carried out by external service providers.

Consequences of non-adherence

If our sustainability self-assessments or audits reveal infringements of our requirements, they must be remedied by the suppliers in question within a reasonable period of time. Besides follow-up audits carried out by our external audit partners, the responsible procurement units and the suppliers involved directly agree on the corrective actions defined during our audits. We reserve the right to end the supplier relationship in the event of serious infringements, such as evidence of slavery, servitude, human trafficking and forced labour.

Employee Training

Siemens has two online training modules entitled “Sustainability in the Supply Chain” and “Supplier Qualification: General Approach”. These trainings are mandatory for all employees with purchasing responsibility and highlight the importance of the Code of Conduct for Siemens Suppliers and Third-Party Intermediaries. Completion forms part of an employee’s annual performance targets and therefore subject to formal monitoring.

In addition, during the year Siemens launched a bespoke web-based training on Modern Slavery. 1,600 employees completed the training, which was further supplemented by an all-employee email communication and was referenced as a headline feature in a monthly management bulletin. For employees who did not have access to the online training a presentation guide was used by managers and supervisors to raise and discuss the topic in team meetings.

Know-How Transfer and Building Competence

Our suppliers’ commitment to comply with our sustainability principles is most effective when it is based on their own convictions. We are therefore increasingly committed to building their competence and intensifying knowledge transfers related to sustainability. As a supplement to existing programs, Siemens developed an online sustainability training specifically for Supplier’s staff cooperating with Siemens in supporting Siemens with deliveries/services.

The sustainability roadmap, developed by Siemens, included a recommendation to implement a Corporate Social Responsibility (CSR) related platform to actively manage and assess Suppliers on a regular basis. One of the available modules of the implemented Ecovadis platform allows the further

development of a Siemens Supplier heat map to assist with the mapping of potentially high-risk Suppliers from both a geographical and industry perspective. Following a pilot of the high-risk mapping process Siemens are actively assessing the outputs to validate the benefits of implementation within the UK.

With a view to continuous improvement Siemens continues to engage with the external market to better understand best practices. Further to the deployment of the Ecovadis platform, Siemens have assessed 250 Tier 1 Suppliers who have achieved a combined average score of 57.5/100, the Ecovadis platform overall average score being 44.6. It is planned to further roll out the Ecovadis platform in the UK within the coming year.

SCM has developed a specific section in the Siemens Equality, Diversity and Inclusion (ED&I) statement, in order to further support the strategy on the topic and are now in the process of assessing how to develop our approach to Tier 1 Suppliers. Our continued collaboration with the UK Social Enterprise network demonstrates our commitment. As an example Siemens is a now a corporate partner to the Social Enterprise UK Buy Social Corporate Challenge.

SCM has continued to be represented on the Siemens UK Sustainability Board with a view to ensuring corporate initiatives and requirements are introduced into the supply base. During the year our work with Social Enterprises (SE) has resulted in positively impacting the lives of many disadvantaged people including children. There is a clear strategy to further roll out Social Enterprises in the UK, supported by Siemens being 1 of 5 partners who will help Social Enterprise UK develop their social value approach inputting to the Social Value Act 2032.

As Siemens are now an accredited "Real Living Wage" employer our site based Suppliers and 3rd Party Contractors are now paid in accordance with the living wage foundation guidelines.

Other information

Our parent Company, Siemens AG, produces an annual Sustainability Report, which provides transparency on our progress with regards to human rights activities. The Report includes information on the management and responsibilities regarding human rights issues, our continuous improvement measures, our human rights due diligence approach along the entire value chain, our commitment to human rights and international standards, our grievance mechanisms as well as our global business alliance platforms. Throughout the year, we are in exchange with key stakeholder, such as investors, shareholders, employees, customers, suppliers and non-governmental organizations to ensure effective exchange on human rights related topics

Ensuring commitment to human rights at Siemens:

https://www.siemens.com/global/en/home/company/sustainability/humanrights.html

Sustainability in the Supply Chain:

https://www.siemens.com/global/en/home/company/sustainability/sustainablesupplychain.html

Our commitment

Siemens Bank GmbH will not tolerate any violations of applicable law – and if it does happen, we will take strong action. We will continue to apply a zero tolerance approach to forced labour, slavery and human trafficking in any form, in our business and supply chain.

Approval for this statement

This statement was approved by the Board of Directors with respect to the Financial Year ending on 30th September 2022.

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