

Policy

Skanska UK Modern slavery and human trafficking

1 Statement

- 1.1 This statement is made in conformance with Section 54, Part 6 of the Modern Slavery Act 2015 and sets out the steps Skanska has taken to ensure that slavery and human trafficking is not taking place in its business or any part of its supply chain. Modern slavery is the term used to encompass slavery, forced and compulsory labour and human trafficking of all ages.
- 1.2 Skanska's Code of Conduct prohibits modern slavery in line with the Universal Declaration of Human Rights, the conventions of the International Labour Organisation and the UN's Guiding Principles on Business and Human Rights. Adherence to the Code is compulsory.
- 1.3 Skanska has identified the following areas of its business where there is a risk of slavery and human trafficking taking place:
 - Construction is second on the list of economic sectors most prone to labour exploitation
 - The construction sector is heavily reliant upon outsourcing and subcontracting
 - Pressured delivery teams can cause oversight
 - Unskilled migrant workers may not be initially detected as such
- 1.4 Skanska will carry out appropriate due diligence to ensure that its own workforce, as well as that of its supply chain operating on its projects, (and, to the extent that Skanska can enforce application, to joint venture projects) is free from modern slavery. Breaches of the policy by employees may result in disciplinary action and in the case of suppliers and contractors may result in contract termination.
- 1.5 Formal risk assessments will be carried out on our principal suppliers and sub-contractors on each Skanska project. Staff are expected to report any concerns, without fear of reprisal, and management are expected to act upon them.
- 1.6 Skanska will carry out internal and external audits of selected projects in order to monitor and assess the risks of modern slavery. Skanska will ensure compliance through site induction due diligence, management meetings and site visits.
- 1.7 Skanska will ensure that its employees and members of the supply chain are actively made aware of the risks of modern slavery and how to identify them.

2 Policy application

- 2.1 Skanska has put in place fair and transparent recruitment and resourcing procedures in relation to labour practices, false employment and modern slavery in accordance with relevant legislation and standards.
- 2.2 The requirements made of the supply chain in regard to modern slavery are communicated and contracted upon through our Supplier Code of Conduct and Sustainable Procurement Policy. Skanska expects all suppliers to conduct right-to-work checks of their workforce in accordance with HMRC IR35 rules and the Immigration, Asylum and Nationality Act 2006, which will be reinforced when a worker attends their first site induction where their papers will be verified.
- 2.3 Skanska will seek to work in partnership with all suppliers to tackle and combat the threat of Modern Slavery and Human Trafficking and across the construction industry and throughout our supply chain, in accordance with international environmental, social and ethical standards.
- 2.4 Skanska operates a Code of Conduct hotline, which provides an option for anonymity, and encourages employees and suppliers to report any suspected legal or ethical breaches (0800 169 3502, entering access code 08239 when prompted).
- 2.5 In order to ensure the highest level of understanding of the risks associated with Modern Slavery and Human Trafficking in our supply chain, Skanska provides training for all staff members, and this training will be continued during 2021/22.
- 2.6 Skanska uses due diligence key performance indicators to measure effectiveness in ensuring that slavery and human trafficking is not taking place in the supply chain.
- 2.7 A Modern Slavery and Human Trafficking procedure has been produced to complement this policy.
- 2.8 This policy was signed off by the Board of Directors of Skanska UK Plc on 17 June 2021. Readers are invited to comment on this policy via the Code of Conduct hotline at any time.



Gregor Craig, CEO and Business Unit President