

Catalent UK Tax Strategy

The purpose of this statement is to satisfy the UK legislative requirements of Schedule 19 Finance Act 2016 in relation to the publication of tax strategy insofar as it affects the UK companies in the Catalent group for the year ended 30 June 2019.

Introduction

Catalent Inc. (NYSE: CTLT) is a global leader in providing integrated services, superior drug delivery technologies and manufacturing solutions to help life science innovators develop and launch successful pharmaceuticals, biologics and consumer health products. Catalent has built an advanced range of technologies and capabilities and are dedicated to enabling a better and faster customer journey from product development to patient. With more than 11,000 employees supporting over 7,000 products for over 1000 customers all around the world. At Catalent, we share a common goal, to put patients first and to help people around the world live better and healthier lives.

Our approach to tax aligns with our core value of responsibility and commitment to business transparency. At the same time, we have a responsibility to our shareholders to be financially efficient and deliver a sustainable tax rate. We are committed to complying with all applicable tax laws, rules, regulations and related disclosure requirements and will pay the correct amount of tax due based on such tax laws, rules and regulations of the jurisdictions in which we operate.

This policy is in line with the overall strategy and operating of our business and applies to all UK taxes we incur – including corporate taxes, employment taxes, VAT, duties and other levies.

Risk management and governance arrangements

Tax risk in the UK is managed through robust internal policies, processes, training and compliance programmes to ensure we have alignment across our business and meet our tax obligations. Internal control processes are implemented through clearly defined roles and responsibilities.

We continuously identify and manage risks and opportunities that could affect the achievement of our business plans and strategic objectives, our shareholder value and our reputation, through our risk management process.

We will seek certainty in our tax conclusions but, where tax law is unclear or subject to interpretation, written advice will be sought as appropriate to understand and minimize risk.

Our Audit and Risk Committee and the Board, are responsible for approving our tax policies and risk management.

Our attitude to tax planning

We do not engage in artificial tax arrangements – those without business or commercial substance – and we do not seek to avoid tax using ‘tax havens’ or transactions we would not fully disclose to a tax authority. We have a zero-tolerance approach to tax evasion and the facilitation of tax evasion.

Intercompany transactions are conducted on arm’s length principles, in accordance with OECD guidelines.

Relationship with tax authorities

We seek to maintain open, positive relationships with governments and tax authorities worldwide and we welcome constructive debate on taxation policy. We meet regularly with HMRC to discuss our tax affairs and provide real time business updates.

We submit tax returns according to statutory time limits and engage with tax authorities to seek to ensure our affairs are current.

We monitor government debate on tax policy in our key jurisdictions to deal proactively with any potential future changes in tax law. We engage advisors and legal counsel to review tax legislation and the implications for our business. Where relevant we are active in providing relevant business input to tax policy makers.