

Catalent UK Tax Strategy¹

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 2021

Introduction

Our approach to tax aligns with our core value of responsibility; we are committed to being a responsible taxpayer and seek to be fully compliant with all applicable tax laws, rules and regulations in the jurisdictions in which we operate. In doing so, we also recognise our responsibilities to our shareholders to be financially efficient and seek to achieve this through the utilisation (where relevant) of all available tax credits, reliefs and exemptions.

This policy is in line with the overall strategy and operation of our business and applies to all relevant UK taxes - including corporate taxes, employment taxes, VAT, duties and other levies.

Governance

Ultimate responsibility for Tax Strategy (and compliance with) rests with the respective UK entities' Board of Directors.

Executive management is delegated by the respective Board to entity Finance Directors, who hold executive responsibility and are responsible for the day-to-day management of tax matters.

Internal governance forums such as Audit & Risk Committee and other Steering and Working Groups allow tax issues and risk to be highlighted and escalated. These forums ensure that Tax Strategy is a factor considered in business decision making.

Management of Tax Risk

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.

Key tax risks, controls and related actions are monitored and reviewed on a continuous basis, ensuring we are able to mitigate risk where applicable and remain able to achieve our business goals and strategic objectives.

Catalent employees managing day to day tax matters are appropriately qualified and trained with formally defined roles and responsibilities. External advisors are used as necessary.

Where tax law is unclear or subject to interpretation, written external advice is sought in order to obtain certainty, understand and mitigate risk.

Approach to Risk and Attitude to tax planning

We do not knowingly engage in or promote any tax planning that aims to achieve a result contrary to the intentions of the law, and seek to comply fully with all tax obligations, including the rules in respect of the Disclosure of Tax Avoidance Schemes.

We have no appetite for tax evasion, both in respect of our own activities and in respect of enabling/facilitating our customers and vendors to use our products/services to evade tax, consistent with our responsibilities under the UK Criminal Finance Act 2017.

Further, we do not engage in artificial tax arrangements – those without business or commercial substance – and we do not use ‘tax havens’ or enter into transactions we would not fully disclose to HMRC.

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

Relationship with Tax Authority

We seek to maintain a transparent and constructive relationship with HMRC through regular meetings and communication to discuss our tax affairs and provide real time business updates.

We submit tax returns according to statutory time limits and disclose all relevant facts as appropriate. Any errors in submissions made to HMRC are disclosed as soon as is reasonably practical.

We monitor UK government debate and consultation on tax policy in in order to deal proactively with any potential future changes in tax law. We work with external advisors and legal counsel to review new tax legislation and understand the implications for our business. Where relevant we are active in providing relevant business input to tax policy makers.

¹ For the purposes of UK Finance Act 2016 Sch.19 the Catalent UK entities who have adopted this Tax Strategy are as follows:

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Catalent Pharma Solutions Limited, Catalent UK Packaging Limited, Catalent UK Swindon Holding II Limited, Catalent UK Swindon Zydis Limited, Catalent UK Supply Chain Limited, Catalent Nottingham Limited, Catalent CTS UK Holding Limited, Catalent CTS (Wales) Limited, Catalent CTS (Edinburgh) Limited, Catalent MTI Pharma Solutions Limited, Catalent Micron Technologies Limited.