

April 2021

Gender Pay Gap Report 2020



The UK government enacted Gender Pay Gap legislation requiring employers with 250 or more employees in England, Scotland, and Wales to publicly disclose comparative information about compensation for men and women. Under this legislation, the pay gap is the difference in the average pay between men and women without consideration of factors such as level, role, experience or performance.

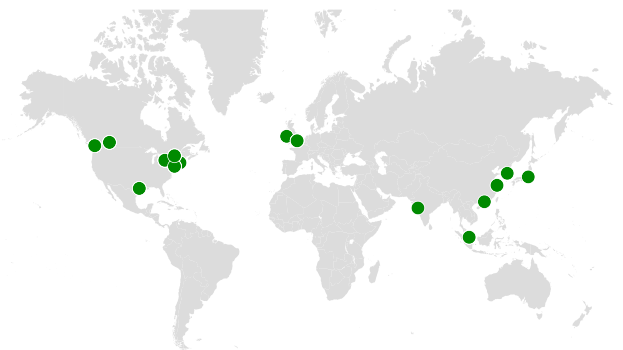
At TD, inclusion and diversity are core values and strategic business priorities. Our goal is to sustain a working environment that is supportive of all our colleagues where every employee has the opportunity to realise their potential to the fullest. In keeping with these core values, we are committed to providing equitable compensation and professional opportunities for all employees, while continuously working to address the factors that can contribute to a gender pay gap.

In this report, we summarise the required gender pay gap reporting, provide commentary on the key drivers of the results, and highlight some of the activities that we have taken and will continue to pursue to ensure an inclusive and equitable culture at The Toronto-Dominion Bank, London Branch (“**TD Securities London**”).

TD Securities London

The Toronto-Dominion Bank and its subsidiaries are collectively known as TD Bank Group (“**TD**”). Considered one of the World’s 50 Safest Banks by Global Finance for the past eleven years¹ and a Top 10 bank in North America², TD serves over 26 million customers worldwide in three key businesses: Canadian Retail, U.S. Retail, and Wholesale Banking, through TD Securities.

TD Securities operates out of 15 key financial centres, offering corporate and investment banking and capital markets products and services to a global client base. TD Securities’ European operations are centred in London with approximately 400 employees. The London office is important to the overall TD Securities strategy. London employees perform a wide range of client facing and support control function roles across various businesses.



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2020 Results

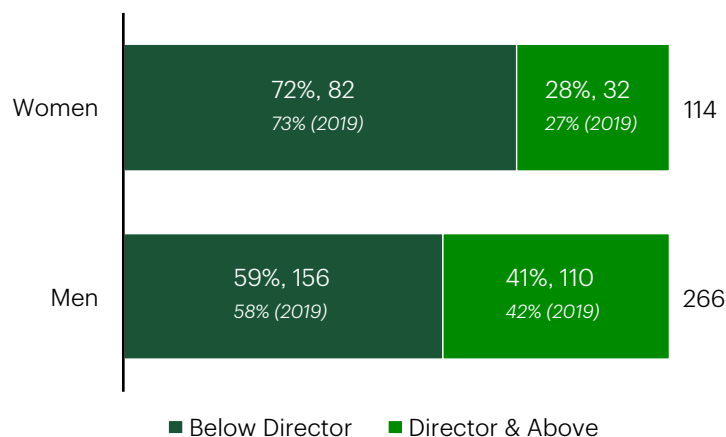
In accordance with the legislation, a snapshot of the employee population was taken as of 5 April 2020 and used to calculate the prescribed statistics. In scope for our review were 380 employees of which 266 (70%) were men and 114 (30%) were women. With 77% of employees at the director level and above being men, the results show that, in TD Securities' UK office, the women earn 32.8% less than men on a mean basis and 37.2% less than men on a median basis. For bonus pay, women earn 58.9% less than men on a mean basis and 72.3% less than men on a median basis. The core issue is caused by having more men than women in higher paying and senior roles. Although some progress has been achieved, we expect that it will take several years to see improvement in our gender wage gap metrics and that is proving to be the case. Importantly, upon deeper review of the data from 2020 our analysis shows that men and women performing the same job were found to receive comparable compensation adjusting for performance and experience.

We are committed to fostering an inclusive and diverse environment, and efforts to address the barriers that can impact the attraction, retention, and career progression of women are outlined on pages three and four. By continuing to focus on addressing these barriers and working to increase the proportion of women at senior levels, we expect to make progress in closing the gender pay gap.

Gender Pay Gap Results

As illustrated in the diagrams, the population in scope includes both fewer women in total, and proportionately fewer women in roles that are at the director level or above:

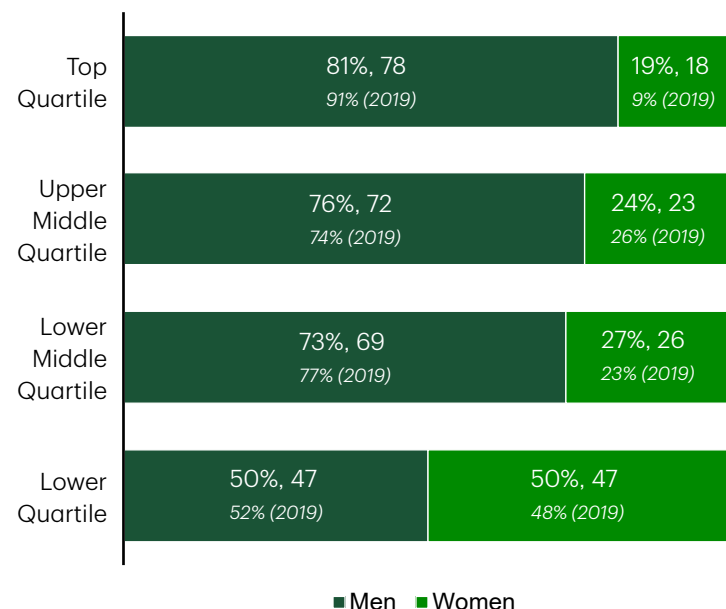
- 28% of women are at the director level and above.
- 41% of men are at the director level and above.
- The combined impact of these factors is that 77 of employees at director level and above are men.



We have completed a detailed assessment of our population and note that these demographic factors are the key driver of the differences that we see in average pay and average bonus pay. The table below summarizes the required reporting.

	2020 Mean	2019	2020 Median	2019
Gender Pay Gap	32.8%	36.4%	37.2%	39.7%
Gender Bonus Pay Gap	58.9%	61.5%	72.3%	79.2%

The distribution of men and women at different levels is similarly reflected in the pay quartiles outlined below:



Comparable Positions

As part of our assessment, we have reviewed the remuneration for men and women who are performing the same job and confirm that such individuals receive comparable compensation adjusting for performance and experience. Eligibility for compensation programmes is defined based on role and applied consistently regardless of gender.

Bonus Eligibility

All regular full time and part time employees at TD Securities are eligible for bonuses. During the year-ended 5 April 2020, bonus pay was awarded to 92% of men and 82% of women. In nearly all cases where bonuses were not awarded, the individuals (both men and women) had joined the firm after the end of the company's fiscal year 31 October 2019 and would therefore not be eligible for bonus compensation.

Our Commitment

TD is committed to fostering an inclusive and diverse environment for all employees throughout the organisation. While our results are not where we would like them to be, our leaders continue to be focused on and being accountable for making progress on this journey, including increasing the representation of women at all levels across our businesses. We are continuing to identify and address the barriers that can impact career progression for women and other diverse populations, and to champion diverse candidates in our talent development and promotion process. This will ensure that we are able to attract, retain and develop the next generation of leaders, both male and female. As this is a journey, our key themes remain unchanged, and we will focus on enhancing and leveraging the programmes that have been put in place to support the advancement of women at TD. We recognize that it will take a concerted effort over many years to address barriers, build effective talent pipelines, and ultimately to increase the representation of women in senior and higher paying roles in order to close the gender pay gap.

Diversity Sourcing Strategy

We continue to hone our talent acquisition process to employ best practices and ensure diverse candidate pools. We have actively partnered with recruitment firms that focus on diverse candidates and all applicable roles are shared with these preferred suppliers. Additionally, they redact all potential gender relevant information from resumes prior to sharing with the business leader. We have implemented the use of technology that allows us to gender neutralize our job specifications to ensure we garner a diverse candidate pool. We have established interview panels for every role to ensure there is a broad range of background and experience across the business when considering candidates. All hiring managers must provide details on the candidate pool and rationale on candidate chosen to ensure a diverse pool was considered.

Titling and Promotion Framework

We have implemented a framework for all of our client facing roles to provide greater transparency into the skills, knowledge and critical experiences required for success. This framework includes an objective set of criteria against which all candidates are evaluated, and thereby reduces the individual subjectivity that can bias assessment outcomes and impact individuals' career opportunities. The criteria are published to enable all colleagues to understand the requirements for promotion and to build and manage their career plans to acquire the relevant experiences and demonstrate the necessary capabilities.

Succession Planning Process

We actively manage high potential female colleagues via our annual Succession Planning Process. High potential women have leadership sponsors and structured development plans to prepare them for future roles. They are also considered whenever potential promotion and development opportunities arise.



Inclusion and Diversity Leadership Council

Our Inclusion and Diversity Leadership Council is chaired by Regional Senior Executives from our Front Office who provide oversight to this focus and are accountable for driving representation changes within their business where our greatest opportunity exists.

Inclusive Leadership

Annually, all People Managers attend Interview Training that includes a focus on unconscious bias which sets a clear expectation of the leadership behaviour required to create an inclusive workplace at TD.

Women in Leadership (WIL) and Employee Resource Councils

WIL programme and Employee Resource Councils are designed in partnership with external expertise. The programmes provide practical insights and support on proactive career management, mentorship, flexibility at work, and personal branding to women building their career at TD. To support these efforts we are a member of the Women in Banking and Finance. TD is also a member of the 30 Club which focuses on building a meaningful, sustainable gender balance in business leadership.



At TD, we are known for our culture and we have a strong track record of attracting and retaining the best people. To build on our strong employment brand and deliver on our promise, we know that we must create an inclusive and diverse workforce at all levels. We remain committed to creating an environment where everyone has the opportunity to develop, grow personally and professionally, and succeed.

John Moore

Vice Chair and Regional Head, Europe and Asia Pacific
TD Securities

¹ The Toronto-Dominion Bank has been ranked one of the World's 50 Safest Banks by Global Finance from 2009-2020. Global Finance's ratings apply to the world's largest 500 banks by asset size. Global Finance calculates the rankings based on the long term foreign currency ratings issued by Fitch Ratings, Standard Poor's and Moody's Investors Service.

² TD Bank Group is the 5th largest bank by total assets, 5th largest bank by total deposits, and the 6th largest bank by market capitalization against North American Peers. North American Peers defined as Canadian Peers and U.S. Peers. Canadian Peers – defined as other 4 big banks (RY, BMO, BNS and CM). U.S. Peers – defined as Money Center Banks (C, BAC, JPM) and Top 3 Super-Regional Banks (WFC, PNC, USB). As of 30 April 2021 (for Canadian Peers) and 31 March 2021 (for U.S. Peers).

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