





## **GENDER PAY GAP REPORT 2022**

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## DIVERSITY AT A&GOODBODY



**David Widger** Managing Partner

Having a diverse and inclusive culture at A&L Goodbody (ALG) is central to our strategy of being a responsible business. It is core to our decision making and in how we run our business. Providing equal opportunities to everyone regardless of gender is an imperative for the success of our business, our people, our clients and society as a whole.

The purpose of the gender pay gap legislation is to highlight and encourage equal gender representation within an organisation. We have focused on gender equality for quite some time and we value the diversity that we have, but know that we need to do more. That's why we are totally committed to creating an even more diverse workplace – where everyone flourishes equally to reach their full potential.

We welcome the opportunity to report on our gender pay gap and we will continue to take actions to improve our diversity.





# DIVERSITY

To further support our ongoing focus on gender equality, in 2018 we launched our DARE Programme – daily action; real equality. The objective of DARE is to provide an environment where our people are given the same opportunities and experiences to progress in their chosen career path, regardless of gender.

The initiatives outlined on this page have begun to bear fruit. Over the last four years, approximately half of our people promoted to partner have been women.

We introduced the senior role of 'of counsel' to provide more diverse opportunities and career paths in ALG. The aim of the 'of counsel' role is to provide an alternative career path for



#### **GENDER DIVERSITY COMMITTEE AND DARE CHAMPIONS**

We established a Gender Diversity Committee comprising senior partners and business services professionals to develop and execute our DARE strategy. We also introduced a network of gender champions in every practice group and business team in the firm, at all levels.



#### **NEW POLICIES AND PRACTICES**

Over the last four years we have developed and implemented a range of new polices to provide greater opportunities and support for parents in our firm. These include enhanced maternity, paternity and parental leave, coaching before and after maternity leave as well as a phased return, shared maternity leave, a crèche benefit and flexible work practices.





#### **DIVERSITY AND INCLUSION PRINCIPLES**

Through focus groups with our people, we developed a set of diversity and inclusion principles that would help guide our behaviour and channel our focus as a firm. The principles are be kind, be curious, be brave and be accountable.



senior lawyers beyond the broader partner role.

#### **FEMALE LEADERSHIP INITIATIVE**

A sponsorship programme focused on our senior women lawyers to provide greater opportunity for them to reach their full potential. At its heart, the aim of FLI is to engage, retain, develop and promote more of our talented women to senior roles.



#### **UNCONSCIOUS BIAS TRAINING**

All partners and senior leaders are provided with ongoing, focused bias training to raise awareness of our natural biases and help to ensure that business, client and talent decisions are made without bias to gender or any of our other inclusion pillars.





### OUR GENDER PAY GAP

Under the gender pay gap legislation, public and private sector employers with more than 250 employees are required to report their gender pay gap between male and female employees.

The gender pay gap is not about equal pay for equal work. It is about gender representation in an organisation. The gender pay gap takes average hourly pay across all employee roles and levels and compares the average for women against the average for men. If there is a difference one way or the other, that difference is called a gender pay gap.

The purpose of the gender pay gap legislation is to highlight where there is more of one gender than another in our firm overall or at different levels in our firm.



#### Partners

All employees are included in the data required under the gender pay gap legislation. ALG's partnership comprises both 'salaried partners' and 'equity partners' and for transparency and completeness we have reported gender pay gap figures which exclude all partners and also figures that exclude and include equity partners.

#### **GENDER PAY GAP REMUNERATION**

all employees excluding all partners		all employees excluding equity partners		all employees including all partners	
Mean	10.2%	Mean	20.9%	Mean	64%
Median	18.5%	Median	22.7%		
<b>BONUS</b> <b>Gender pay gap b</b> all employees	onus	<b>Proportion receiv</b> all employees	ing a bonus		
• •	41.6%	Male 62.8%			
Mean	41.0/0				
Mean Median	35.1%	Female <b>54.7%</b>			

Part time remuneration all employees		
Mean	9.2%	
Median	9.4%	

#### **Temporary contracts remuneration** all employees

Mean	2.8%
Median	15.9%

<b>Proportion receiving</b>	benefits	in	kind
all employees			

Male	81.4%
Female	84.5%

#### MEAN HOURLY PAY GAP QUARTILES







## **COMMENTARY ON:**

#### Gender pay gap

In ALG, 64% of our employees are female and we have good representation across most levels in the firm. At most levels in the firm we do not have a gender pay gap. 57% of our lawyers are female and our compensation structure is such that lawyers are paid the same depending on how long they have been qualified.

However, there are instances where the gender representation is not equal, therefore creating a pay gap.

At partner level the proportion of females is less with around 30% of our partners being female – although this is improving given half of our promotions to partner have been women over the last four years. The representation of female partners contributes significantly to our overall gender pay gap of 20.9% excluding equity partners, and even more so when you include equity partners and the resulting pay gap of 64%. When you exclude all partners our gender pay gap falls to 10.2%.

Another instance is at personal assistant and administrative level where 99% of our personal assistants are women which also contributes to our gender pay gap of 20.9%. This is also seen in the reverse gender pay gap we see in our lower quartile.

It is the gender imbalance at partner level and with other senior professionals, where remuneration is highest, where the greatest pay gap occurs. This can be seen in the remuneration pay gap quartiles data above. The pay gap is further impacted by seniority and length of service, where we have more senior and long-serving male partners than senior and long-serving female partners.

#### Bonus pay gap

The proportion of women who receive a bonus is 8% points less than the proportion of men. However, the mean bonus pay gap is 41.6%. Once again, the bonus pay gap is significantly impacted by the upper quartile which includes senior associates, partners and other senior professionals.

We have a structured bonus plan for fee earners, where all fee earners at the same level have the opportunity to take part in the same bonus scheme for their level. A portion of the bonus is based on executive skills and contribution to the firm. Men and women score equally well in this area. The other portion is calculated based on hours worked on client matters and the resultant fees. In the upper quartile men tend to score higher in this area.

In addition, where someone works a reduced schedule or takes a period of paid or unpaid leave their bonus opportunity is prorated to reflect their reduced schedule or leave and therefore lower payment is received. This has a material impact on the bonus pay gap and the gender pay gap legislation's methodology does not take account of this.



## ACTION PLAN



Our focus is on improving the gender diversity of our people at senior levels - this is where the current imbalance resides – and continuing to build a balanced and diverse pipeline of talent throughout the firm.

These initiatives will continue to provide more opportunities for women to progress their careers in ALG. However, there's clearly more we can do. We will maintain focus on our action plan in the following core areas:

- **Talent development** ensuring that we provide equal opportunity for people to learn and develop to progress their chosen career paths.
- Talent recruitment ensuring that our recruitment process – from graduates to experienced hires – is fair, balanced and open to all.
- **Sponsorship** providing sponsorship for our female lawyers looking to achieve senior positions in the firm.
- Work allocation ensuring that our work allocation process provides equal opportunities for people to develop and work on a wide range of engagements.
- Inclusive policies and work practices continuing to introduce policies and practices that support an inclusive and diverse culture.

The Gender Diversity Committee and the DARE Champions continuously seek feedback and ideas from our people on initiatives that will improve our gender diversity at senior levels.





#### A&L Goodbody

## TERMS

#### Gender pay gap

The difference between the hourly remuneration of employees of the male gender and that of employees of the female gender expressed as a percentage of the hourly remuneration of employees of the male gender.

The average of a data set of numbers, i.e. the average hourly remuneration or the average bonus.

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#### Mean

#### Median

The mid-point between the highest number in a data set and the lowest, i.e. half way between the highest salary or bonus and the lowest.

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