

The Armed Forces Corporate Covenant

CAE (UK) plc

We, the undersigned, commit to honour the Armed Forces Covenant and support the Armed Forces Community.

We recognise the value Serving Personnel, both Regular and Reservists, Veterans and military families contribute to our business and our country.

Signed on behalf of CAE (UK) plc

Signed:

Ian Bell Vice President & General Manager, Europe Defence & Security

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12 January 2015





The Armed Forces Covenant

An Enduring Covenant Between

The People of the United Kingdom Her Majesty's Government

- and -

All those who serve or have served in the Armed Forces of the Crown And their Families

The first duty of Government is the defence of the realm. Our Armed Forces fulfil that responsibility on behalf of the Government, sacrificing some civilian freedoms, facing danger and, sometimes, suffering serious injury or death as a result of their duty. Families also play a vital role in supporting the operational effectiveness of our Armed Forces. In return, the whole nation has a moral obligation to the members of the Naval Service, the Army and the Royal Air Force, together with their families.

They deserve our respect and support, and fair treatment.

Those who serve in the Armed Forces, whether Regular or Reserve, those who have served in the past, and their families, should face no disadvantage compared to other citizens in the provision of public and commercial services. Special consideration is appropriate in some cases, especially for those who have given most such as the injured and the bereaved.

This obligation involves the whole of society: it includes voluntary and charitable bodies, private organisations, and the actions of individuals in supporting the Armed Forces. Recognising those who have performed military duty unites the country and demonstrates the value of their contribution. This has no greater expression than in upholding this Covenant.

Section 1: Principles of The Armed Forces Corporate Covenant

- 1.1 CAE (UK) plc will endeavour in our business dealings to uphold the key principles of the Armed Forces Covenant, which are:
 - no member of the Armed Forces Community should face disadvantage in the provision of public and commercial services compared to any other citizen;
 - in some circumstances special treatment may be appropriate especially for the injured or bereaved.

Section 2: Demonstrating our Commitment

- 2.1 CAE (UK) plc recognises the value serving personnel, reservists, veterans and military families bring to our business. As a minimum, we will seek to uphold the principles of the Armed Forces Covenant, by:
 - promoting the fact that we are an armed forces-friendly organisation by displaying the Corporate Covenant logo on our internal Defence & Security UK intranet pages and on our Corporate website;
 - seeking to support the employment of veterans young and old. CAE recognise the skills and competencies which they may bring to the Company and will consider candidates who meet the requirements of the job specification;
 - striving to support the employment of Service spouses and partners. The Company will consider candidates who meet the requirements of the job specification;
 - endeavouring to offer a degree of flexibility in granting leave for Service spouses and partners before, during and after a partner's deployment;
 - seeking to support our employees who choose to be members of the Reserve forces by providing paid special leave annually to maintain their training commitments and providing Company support on a case by case basis if deployed;
 - offering support to our local cadet units, either in our local community or in local schools, where possible. CAE engages with local cadet units by provides financial sponsorship for initiatives and offers visits to our UK facilities;
 - actively promoting Armed Forces Day across all our UK sites through an internal communications campaign.
- 2.2 We will publicise these commitments through our literature and on our website, setting out how we will seek to honour them and inviting feedback from the Service community and our customers on how we are doing.