

MODERN SLAVERY AND HUMAN TRAFFICKING STATEMENT

Introduction from the Board

Modern slavery is a crime and a violation of fundamental human rights. It takes various forms, such as slavery, servitude, forced and compulsory labour and human trafficking, all of which have in common the deprivation of a person's liberty by another in order to exploit them for personal or commercial gain.

We are committed to ensuring best practices to combat slavery and human trafficking.

This statement is made in accordance with section 54(1) of the Modern Slavery Act 2015 and constitutes Michelmersh's slavery and human trafficking statement for the financial year ending December 2018.

Organisational structure

We are a manufacturer of machine and handmade bricks in the manufacturing sector with a financial year running January to December.

Michelmersh Brick Holdings PLC Group owns six of the UK's most recognised premium brands, Blockleys, Carlton, Charnwood, Freshfield Lane, Michelmersh and Hathern Terra Cotta. The Group also includes a landfill operator, New Acres Limited.

We employ circa 340 staff and have an annual turnover of £45 million.

Our supply chains

Our supply chain includes professional services providers, raw material distributors, engineering & electrical suppliers, energy suppliers and haulage supplier. We recognise that risks of labour abuse could occur in second and third tier suppliers in certain industries and we will begin to undertake risk analysis to understand how this concerns our suppliers.

Our policies on slavery and human trafficking

We are committed to ensuring that there is no modern slavery or human trafficking in our supply chains or in any part of our business.

In light of the obligation to report on measures to ensure that all parts of our business and supply chain are slavery free we have put in place a designated Modern Slavery and Human Trafficking Policy.

Our Modern Slavery and Human Trafficking Policy demonstrates our commitment to acting ethically and with integrity in all our business relationships and to implementing and enforcing effective systems and controls to ensure slavery and human trafficking is not taking place anywhere in our supply chains.

<https://www.mbhplc.co.uk/corporate-responsibility>

Due diligence processes for slavery and human trafficking

We have in place systems and policies to protect whistle blowers. We will assess all our suppliers and where we believe or have a concern with a supplier we will seek assurances about their own awareness of and compliance with the Modern Slavery Act 2015 by requesting them to complete a questionnaire.

Non-compliance

If we find a supplier is non-compliant with our policies or code of conduct or provides inadequate information, we will work with them to improve their performance. In cases of material or persistent non-compliance, we may consider terminating the business relationship as soon as possible.

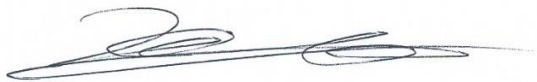
Training

To ensure a high level of understanding of the risks of modern slavery and human trafficking in our supply chains and our business, we intend to provide training to our staff. We will also require our business partners to provide training to their staff and suppliers and providers.

Our effectiveness in combating slavery and human trafficking

We will track and report in future statements on key performance indicators including:

- How our supply chain is performing against our policies.
- Percentage of Michelmersh employees involved in procurement who are trained on slavery issues in the supply chain.



Frank Hanna Joint CEO



Peter Sharp Joint CEO

Approved by the Board of Directors on the 13th March 2019