

Variable Compensation

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INTRODUCTION

Variable compensation is the part of total cash compensation that will vary in amount from year to year considering the performance of the employee individually, the Entity and the Group.

There are multiple types of variable compensation and recognition programs that can be short term (evaluation of achievements and performance less than one year) or long term (evaluation cycle longer than one year) as well different considering the type of program – is it local or group-wide.

VARIABLE COMPENSATION: Locally Graded Employees (S14 and below)

Locally Graded Employees (S14 and below) are eligible to participate in the [Global Performance Sharing](#) program intended to provide a motivational program that recognizes employees' contributions by involving them in the Group's results at the global level, thereby strengthening their sense of belonging to the Syensqo Group.

In addition, specific Short Term Incentive programs at local (country) or GBU level can be prevalent and are intended to recognize individual or team achievements, similar to the objectives of the Syensqo STI plan (see below).

For more about these programs, please contact your local HR representative.

VARIABLE COMPENSATION: Globally Graded Employees (S15 and above)

Short Term Incentive (STI) plan

S15 and above graded employees (except employees on Syensqo's Sales Incentive Plan - see below) are eligible to participate in the Syensqo STI plan, which is designed to reward employees for the results delivered by individuals, by teams, and by the Group as a whole, thus reinforcing our commitment and working as ONE Team.

The Bonus Target is determined as a percentage of annual base salary for positions graded at S15 and above and has been set by region and grade. For grades S23 and above, the Bonus Target percentage of annual base salary is set globally and is the same in all countries.

For More:

[STI Plan Rules 2025](#)

Targets for eligible participants as a percent of Annual base salary:

Grade	Americas	Asia Pacific	Europe Middle East & Africa
S15 - S16	8%	16%	8%
S17 - S18	10%	17%	10%
S19 - S20	15%	18%	12.5%
S21 - S22	20%	20%	15%
S23	30% - same target for all Regions		
S24	35% - same target for all Regions		
S25	45% - same target for all Regions		
S26	50% - same target for all Regions		

yout of Syensqo STI plan is based on the achievement of predetermined annual Group and Entity specific goals as well as individual objectives. ight of these elements varies by the grade of the employee.

FOR GBUS	FINANCIAL 		ONE PLANET 		INDIVIDUAL 	TOTAL
	GROUP	GBU	GROUP	GBU		
GBU Presidents	45%	20%	5%	10%	20%	100%
Executives (S23+)	20%	45%	5%	10%	20%	100%
Professional & Managerial (S15-S22)	20%	25%	5%	10%	40%	100%

For Functions / BSA's	FINANCIAL 	ONE PLANET 	INDIVIDUAL 	TOTAL
	GROUP	GROUP		
Heads of Function / BSA	65%	15%	20%	100%
Executives (S23+)	65%	15%	20%	100%
Professional & Managerial (S15-S22)	45%	15%	40%	100%

ual performance is rewarded in accordance with the outcomes of the [Performance Cycle](#) (performance rating). The payout of STI varies from 0- of the @Target percentage based on the achievement of these goals and allocated budget.

Sales Incentive Plan (SIP)

go is customer obsessed and your role, as part of the Commercial team, is key to bond with our clients, ensuring that we create long-term shared and top line growth. To support and reward those efforts, the leadership and the significant contributions, a new Syensqo Global Sales Incentive (SIP) has been recently implemented for the professional development and personal motivation of Syensqo's Commercial teams.

Recommended reading documents:

- 2026 Sales Performance Playbook

an applies solely to all Customer facing sales/account owners and sales-force/sales managers below leadership team level who spend more than if their time in customer-facing sales responsibilities. For example, positions like Key Account Managers, Account Managers, Inside Sales, ation Managers, and Sales Managers. Exceptions to this require Executive Leadership Team approval.

IP plan payout is 100% based on your individual contribution to the Group.

: for each of those elements can range from 0% to 200% of the @Target percentage. Bonus Targets are defined by region and grade as shown in le below, which is determined as a percentage of your Annual Base Salary:

	EMEA	Americas	Asia Pacific
18	17.5%	17.5%	22.5%
22	22.5%	27.5%	27.5%
	30%	30%	30%
	35%	35%	35%

Plans of the SIP are selected by the GBU's from a menu, approved by the ExCo.

PIs Menu

KPI Definition and Details

Sales	Realized Sales CY against sales budget CY (revenues and/or volumes, total by sales rep or at team level)
Contribution margin	Absolute CM or CM% CY against budget CY; and/or By product line, CM% CY against CM% CY-1.and/or Pricing power targets
Cash	Forecast Accuracy; and/or DSO; and/or Overdues against total accounts receivables
Special projects	Customer engagement and Special projects (if applicable) 1) Specific customer objective (based on KAP), incl. NPS 2) Sustainability, innovation partnerships including JDAs 3) Strategic supplier award / recognition 4) GBU-specific items (long-term contract, etc)
Development pool/Growth	Opportunity value creation target and closures w/ impact in year + 1-3 (Opportunity or Development Pool)

OPTIONAL

GBU shall select 3-4 KPIs relevant to own business

Long Term Incentive plans

Purpose of the Long Term Incentive plans is to align compensation, decisions and interests of our senior leaders with Syensqo's long term strategy and company's sustained performance. Currently, these plans are applicable to grades S23 and above.

RECOGNITION PROGRAMS

Recognition programs are periodical or ad-hoc (as needed, "spot") award programs that can be monetary or non-monetary programs to formally recognize achievement, a performance, a behavior or celebrate the success of a particular initiative, project or individual contribution.

There is a wide spectrum of recognition programs in Syensqo that are usually GBU or country specific, with the exception of the **Syensqo Special Recognition Award** program, which is consistent around the globe in multiple GBUs/Functions.

The Syensqo Special Recognition Award program is designed to provide a cash vehicle for recognizing individual employees or small teams for outstanding achievement that clearly demonstrates elements of Syensqo Management and People Models.

ist updated: 27 Feb 2026

- [Fixed Compensation & Annual Salary Review](#)

Support Material

- [Short-term Incentive \(STI\) Scheme 2025](#)
- [STI Infographic 2025](#)
- [Syensqo LTI Portal](#)

Guides & Manuals

- [Detailed Compensation Campaign User Guide - 2026](#)
- [Manager's Guide - Compensation Campaign 2026](#)