

2023 PEARSON U.S. BENEFITS SUMMARY

Pearson is pleased to offer a comprehensive benefits program designed to help its employees and their eligible dependents (children and same- and opposite-sex spouses/partners) meet their health, wellness, financial and lifestyle needs. This document outlines a summary of benefits available to Pearson employees. For more information, please visit the Pearson Benefits [website](#).

MEDICAL COVERAGE

Pearson offers a choice of medical plans with a range of coverage levels and costs, so you have the flexibility to select the option that's best for you. There are four National Medical Plans, each administered by Aetna*, Anthem and Cigna. When you enroll in a National Medical Plan, you will receive prescription drug coverage through CVS Caremark.

Medical Coverage	\$400 Deductible PPO Plan	\$900 Deductible PPO Plan	\$1,850 Deductible PPO Plan	\$3,000 Deductible PPO Plan
HSA-eligible	No	No	Yes	Yes
Company contribution to HSA	N/A	N/A	Up to \$500 for employee-only; up to \$1,000 for family coverage	Up to \$500 for employee-only; up to \$1,000 for family coverage
In-network care:				
Preventive Care	Covered at 100% in-network, so you pay nothing			
Deductible (individual/family)	\$400/\$800	\$900/\$1,800	\$1,850/\$3,700	\$3,000/\$6,000
Out-of-pocket maximum (individual/family)	\$2,200/\$4,400	\$3,000/\$6,000	\$3,500/\$6,500	\$5,500/\$11,000
Coinsurance	You pay 20% plan pays 80%	You pay 20% plan pays 80%	You pay 20% plan pays 80%	You pay 30% plan pays 70%
Office visit (individual/family)	You pay \$20/\$40	You pay \$40/\$80	You pay 20% after deductible	You pay 30% after deductible
MDLIVE Telehealth visit	You pay \$10 copay	You pay \$10 copay	You pay \$40, or \$10 after deductible	You pay \$40, or \$10 after deductible
Emergency room	You pay \$150 copay plus the deductible	You pay 20% after deductible	You pay 20% after deductible	You pay 30% after deductible

*Aetna provides a narrower network than Anthem and Cigna, but with lower per-paycheck contributions and out-of-pocket costs. It is only available in certain states based on home zip code.

SUPPLEMENTAL MEDICAL COVERAGE

Pearson offers Supplemental Medical Coverage that provides cash payments in the event of a significant medical expense.

- Accident Insurance: Supplements the primary medical plan by providing cash payments in case of accidental injuries
- Critical Illness Insurance: Provides a lump-sum payment in the event you or your eligible dependents are diagnosed with certain illnesses such as a heart attack, cancer or stroke
- Hospital Indemnity Insurance: Pays for the costs of a hospital admission that may not be covered fully by other insurance



DENTAL COVERAGE

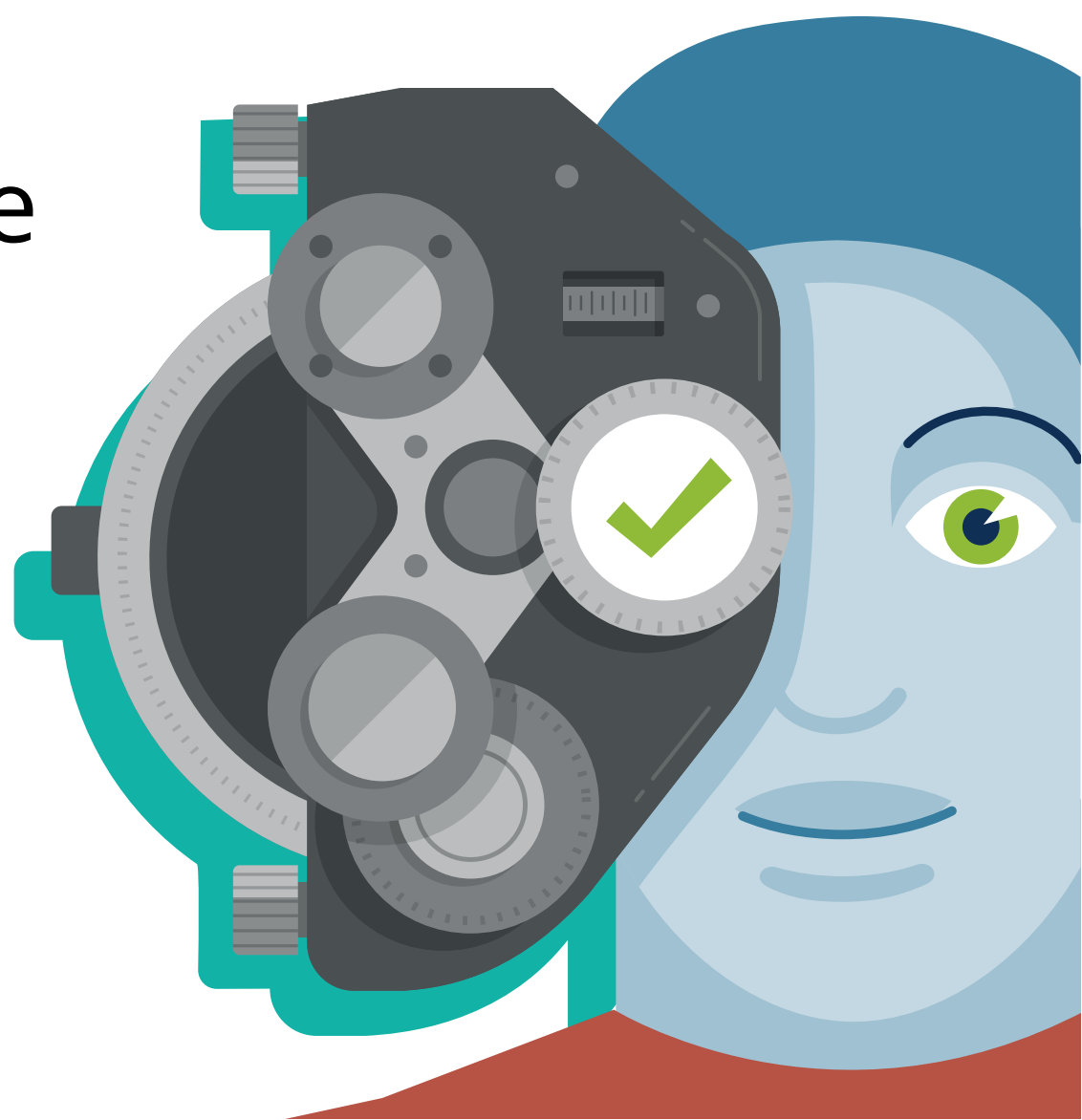
Pearson offers dental coverage through Cigna DHMO* and Delta Dental PPO. Both are designed to help you maintain good oral health.

- Free in-network preventive and diagnostic care
- Affordable coverage that helps you manage the cost of dental treatment
- A network of providers that have agreed to negotiated rates which helps you save money

**The Cigna DHMO is only available in certain areas based on home zip code.*

VISION COVERAGE

As a Pearson employee, you have the opportunity to enroll in vision coverage through VSP which provides coverage for periodic eye exams, eyeglass or contact lenses with access to a wide network of providers.



AUTOMATIC ENROLLMENT / DEFAULT COVERAGE



If you don't make an election (or actively decline coverage) after 30 days of employment, you will be automatically enrolled in the employee only Anthem \$900 Deductible Plan – no dental, no vision, no tax-advantaged accounts and no other employee-paid coverages.

TAX-ADVANTAGE ACCOUNTS

Pearson offers you several types of accounts that lower your taxes:

- Health Savings Account (HSA): Available only to employees who enroll in the \$1,850 or \$3,000 Deductible Plans

FLEXIBLE SPENDING ACCOUNTS:

- Health Care FSA: Available to employees who do not enroll in an HSA, or do not elect medical coverage through Pearson
- Combination FSA: Available to employees who are enrolled in the HSA
- Dependent Day Care FSA: Available to all employees

KEY FEATURES:

- Tax-free money: Money goes in tax-free and comes out tax-free when it's used for eligible expenses.
- Helpful budgeting tool: Plan for upcoming expenses by setting aside money each paycheck.
- Easy access to funds: You will receive one debit card for all tax-advantaged accounts.



Note: These accounts are not available to residents of Puerto Rico. Some state tax advantages may differ, please check with your tax advisor.

THE PEARSON RETIREMENT 401(K) PLAN

As a new employee, you're immediately eligible to save and invest a portion of your pay for retirement. Under this Plan, you can make pre-tax 401(k) contributions, Roth 401(k) contributions or true after-tax contributions. And, Pearson provides a 100% match on the first 3% that you contribute to your account plus a 50% match on the next 5%.

If you don't make an election after your first 30 days of eligibility, you will be automatically enrolled in the pre-tax portion of the Plan at a contribution rate of 6%.



EMPLOYEE STOCK PURCHASE PLAN

Through the Employee Stock Purchase Plan (ESPP), you can support and share in the company's achievements. The ESPP provides eligible employees with the opportunity to purchase Pearson stock at a 15% discount through after-tax payroll deductions.



OTHER BENEFITS AND DISCOUNTS

As part of Pearson's benefits package, you have access to a variety of additional programs that provide financial protection, help you save money and provide assistance with everyday needs, such as:



- [Vacation](#) / Sick Leave
- Commuter Benefits
- Pet Insurance
- Identity Theft Protection
- Parental Leave
- Personal Days (certain states)
- Financial Aid for Adoption / Surrogacy
- Up to five paid Volunteer Days
- Short- and Long-Term Disability
- Employee Assistance Program
- Legal Plan
- Auto & Home Insurance
- Life / Accident Insurance
- Caregiver's Leave
- Free Care.com Membership
- Tuition Assistance

Please visit the Pearson Benefits [website](#) for more information.

This summary is informational only. If there is a discrepancy between this summary and plan documents, plan documents govern. The Company reserves the right to amend, modify or terminate these programs at any time for any reason. This summary and any changes to it do not constitute a contract of employment with the Company and do not give you the right to be retained in the employment of the Company.