

Independent Third-party Assurance Report



Sustainability Accounting Co., Ltd.

Independent Assurance Statement

August 24, 2023

Mr. Atsuhiko Wakumoto
President
Nippon Kayaku Co., Ltd.

1. Purpose

We, Sustainability Accounting Co., Ltd., have been engaged by Nippon Kayaku Co., Ltd. ("the Company") to provide limited assurance on the Greenhouse Gas (GHG) emissions during the fiscal year 2022, that were 35.5 thousand t-CO₂ for Scope1, 72.6 thousand t-CO₂ for Scope2 (market-based) and 390 thousand t-CO_{2e} for Scope3 (categories 1, 2, 3, 4, 5, 6, 7, 9, 12, 13). The purpose of this process is to express our conclusion on whether the GHG emissions were calculated in accordance with the Company's standards. The Company's management is responsible for calculating the GHG emissions. Our responsibility is to independently carry out a limited assurance engagement and to express our assurance conclusion.

2. Procedures Performed

We conducted our assurance engagement in accordance with International Standard on Assurance Engagement 3000 (ISAE 3000) and International Standard on Assurance Engagement 3410 (ISAE 3410). The key procedures we carried out included:

- Interviewing the Company's responsible personnel to understand the Company's standards
- Reviewing the Company's standards
- Performing cross-checks on a sample basis and performing a recalculation to determine whether the GHG emissions were calculated in accordance with the Company's standards.

3. Conclusion

Based on the procedures performed, nothing has come to our attention that causes us to believe that GHG emissions have not been calculated in all material respects in accordance with the Company's standards.

We have no conflict of interest relationships with the Company.

Takashi Fukushima
Representative Director
Sustainability Accounting Co., Ltd.