

## Independent Verification Statement

### To the Directors and Management of Momentum Metropolitan Holdings Ltd.

Verify CO<sub>2</sub> was engaged to conduct an independent third-party verification of the greenhouse gas (GHG) emissions inventory and disclosures reported by Momentum Metropolitan Holdings Limited (MMH), formerly MMI Holdings Limited for the reporting period ended 31 December 2019.

MMH operates in the Financial sector (sub-sector: Insurance) in South Africa, the UK, Gibraltar, Hong Kong, India and Mauritius, as well as in 11 other countries in Africa.

The GHG verification was carried out in accordance with the International Standard **ISO 14064-3 (2006)**: 'Specification with guidance for the validation and verification of greenhouse gas assertions.'

Intended users of this information are all MMH stakeholders, including internal and external interested parties and the CDP.

### Verification Objectives and Performance Criteria

The objectives of the verification were, by review of objective evidence, to:

1. Confirm that the 2019 GHG assertion met with the specified criteria, and as such was accurate, complete, consistent, transparent and free from material error or omission;
2. Improve the credibility of the GHG emissions disclosure in MMH's 2019 *Integrated Annual Report*, as well as in the Group's CDP 2020 submission.

The criteria against which the verification was undertaken were the principles and requirements of the *WRIWBCSD GHG Protocol Corporate Accounting Standard, 2nd Edition, 2004 (GHG Protocol Corporate Standard)*.

### Verification Scope

Consistent with previous GHG reporting, the organisational boundary was defined based on operational control for MMH's global business activities. The operational boundary included all associated scope 1 and scope 2 GHG emissions sources, as well as those scope 3 GHG emissions sources that are measured.

In conformance with **ISO 14064-3 (2006)**, the verification process included an assessment of:

- The completeness of the reporting boundaries selected;
- The appropriateness of the GHG quantification methodologies (including estimation methodologies), and emission factors applied;
- The completeness and integrity of the activity data used;
- The accuracy and consistency of the GHG emissions and intensity ratio calculations;
- GHG reporting to assess compliance with the requirements of the *GHG Protocol Corporate Standard*.

**100% of MMH's scope 1, scope 2 and reported scope 3 GHG emissions were verified.**

### Level of Assurance and Materiality

- The level of assurance agreed was that of **limited assurance**, hence no site visits were conducted.
- A materiality threshold of 5% per emissions source was applied.

## Roles and Responsibilities

MMH was responsible for the preparation and presentation of the GHG data to Verify CO<sub>2</sub>.

Verify CO<sub>2</sub> was tasked to form an independent opinion on MMH's 2019 GHG assertion regarding:

1. Conformance with the principles and reporting requirements of the *GHG Protocol Corporate Standard*;
2. Completeness and accuracy of the GHG emissions quantification.

## GHG Assertion

After implementation of the necessary corrective action, MMH's 2019 GHG emissions assertion, consolidated using the **operational control** approach, was stated as:

2019: GHG Emissions	Tonnes CO <sub>2</sub> e
Scope 1	2 136
Scope 2 (location- & market-based) <sup>1</sup>	50 802
<b>Total Scopes 1 &amp; 2 (location-based)</b>	<b>52 937</b>
Scope 3	18 644
<b>Total Scopes 1, 2 &amp; 3 (location-based)</b>	<b>71 581</b>
Outside of Scopes – HCFC R-22 <sup>2</sup>	538
<b>Total Measured Emissions</b>	<b>72 120</b>

## Specific Exclusions from Reporting Boundary

### Exclusions:

Operations in Hong Kong, Ghana, Malawi, Mozambique, Nigeria, Swaziland, Tanzania, Zambia (12 offices) were excluded due to data availability and/or because MMH is in the process of exiting these markets. Together these 12 offices accounted for only 2.1% of MMH's global GLA, which was deemed immaterial and was therefore **not relevant** relative to MMH's global scope 1 and 2 GHG emissions.

CDP 2020: Additional Data Points Verified	
Year-on-year change in GHG emissions: Scope 1; Scope 2; Scope 1 & 2; Scope 3	
Year-on-Year emissions intensity figure	
Change in emissions against base year: Scope 1; Scope 2; Scope 3	
Total electricity consumed (MWh)	50 313
Water Consumption (kl)	140 236

## Inherent Limitations

There is an inherent limitation in providing verification of GHG data, as non-financial data is subject to greater inaccuracy than financial data, given both the nature and methods used to determine, calculate, sample and estimate such data.

The assurance engagement did not include an examination of the derivation of GWPs, default emission factors, conversion factors, or other derived third-party information. Verify CO<sub>2</sub> did not conduct any work outside of the agreed scope, and our opinion is therefore restricted to the agreed subject matter.

<sup>1</sup> MMH did not purchase any contractual instruments during 2019.

<sup>2</sup> Fugitive GHG emissions from refrigerant gases not listed under the Kyoto Protocol.

## Final Verifier Opinion and Qualifications

All material errors and non-conformances identified during the verification process were duly corrected.

On the basis of the **limited assurance** procedures followed in accordance with **ISO 14064-3**, using the requirements of the *GHG Protocol Corporate Standard* as criteria, there is no evidence that MMH's 2019 GHG assertion:

1. Has not been quantified and reported in conformance with the principles and requirements of the *GHG Protocol Corporate Standard*; and
2. Is not materially correct and a fair, complete and accurate representation of MMH's 2019 GHG emissions for the selected reporting boundary, with the following qualification(s):
  - **Purchased Electricity and Municipal Water:** Estimation was used where consumption data was incomplete, which is subject to inherent inaccuracy.
  - **Scope 3:** Waste emissions were significantly under-reported as data was only available for 3 MMH facilities.

A handwritten signature in blue ink, appearing to read "Kerry Evans".

**Signed:** Kerry Evans  
Lead GHG Verifier  
Verify CO<sub>2</sub>  
Date: 08.07.2020