

INDEPENDENT VERIFICATION STATEMENT

To the Board of Directors and Management of MMH Limited

Momentum Metropolitan Holdings Ltd. ("MMH") commissioned GCX to perform an independent third-party verification of the Group's greenhouse gas (GHG) emissions inventory as calculated in-house for the period 01 January 2020 to 31 December 2020.

MMH operates in the Financials sector (sub-sector: Insurance) in South Africa, 6 other countries in Africa, the UK, Gibraltar, India and Mauritius. Given that the Group's business activities are predominantly office-based, 2020 GHG emissions were significantly impacted by Covid-19 as most employees worked from home for nine months of the reporting period.

The verification was carried out in accordance with the International Standard ISO14064-3 (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 exercise were, by review of objective evidence, to:

1. Confirm that the 2020 GHG assertion is: accurate, complete, consistent, transparent and free from material error or omission, in accordance with the criteria outlined below;
2. Improve the credibility of the GHG emissions disclosure in MMH's CDP 2021 submission.

The criteria against which the verification was undertaken were the principles and requirements of the WRI/WBCSD *GHG Protocol Corporate Accounting Standard*, 2nd Edition, 2004 (*GHG Protocol Corporate Standard*). Where relevant, the South African *National GHG Emission Reporting Regulations* (NGERs), DEA April 2017, were also considered.

Verification Scope

Consistent with historical GHG reporting, the organisational boundary for MMH's global business activities was established using the **operational control** approach.

The operational boundary included all associated scope 1 and scope 2 GHG emissions sources, as well as 4 out of the 6 scope 3 categories that are relevant to MMH.

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

- The completeness of the reporting boundaries selected taking structural changes into account;
- The robustness of the Group's GHG data management systems and procedures;
- 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 *GHG Protocol Corporate Standard* requirements.

Level of Assurance and Materiality

- The level of assurance agreed was that of limited assurance, and 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 GCX.

GCX's task was to form an independent opinion on MMH's 2020 GHG assertion regarding:

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

Specific Exclusions from Reporting Boundary

Exclusions:

- Operations in Ghana and Mozambique (5 small offices) were excluded due to data availability. Together these 5 offices account for less than 1% of MMH's global GLA.
- GHG emissions associated with MMH employees working from home during 2020.

Incomplete Data:

- Reporting on the following emissions sources was incomplete due to data availability:

Scope 1:

- Refrigerant gas losses (if applicable) for the Kenya, Botswana and Lesotho offices (equivalent to 3% of MMH's global GLA).

Since it is highly unlikely that these aggregated GHG emissions would exceed 5% of MMH's global 2020 scope 1 and scope 2 emissions, this omission was deemed **not relevant**.

Scope 3:

- Landfilled Waste for most of the Group (systems are still being implemented to collect this data);
- There were data gaps for some non-SA facilities, but in terms of aggregated GLA this was insignificant (<1% of MMH's global GLA).

GHG Assertion

- After implementation of the necessary corrective action, MMH's 2020 GHG emissions assertion, consolidated using the **operational control** approach, was stated as:

2020 GHG Emissions	Tonnes CO ₂ e
Scope 1	2 119
Scope 2 (location- and market-based) ¹	41 906
Total Scopes 1 & 2	44 025
Category 1: Purchased Goods & Services (Water & Paper)	620
Category 3: Fuel & Energy-related activities	4 533
Category 5: Waste Generated in Operations (Landfilled)	39
Category 6: Business Travel (Flights & Car Hire)	3 452
Scope 3	8 644
Total Scopes 1, 2 & 3	52 668
Outside of Scopes – Fugitive Emissions (R-22 gas)	156

100% of MMH's 2020 scope 1, scope 2 and reported scope 3 GHG emissions were verified.

¹ MMH consumed a total of 42,014 MWh during 2020 (South Africa: 40,053 MWh; Non-SA: 1,961 MWh).

Dual scope 2 reporting was required as MMH has UK-based operations. However, because no contractual instruments were used during 2020, the location-based and market-based scope 2 emissions totals were the same.

- The following additional data points were verified for the MMH 2021 CDP submission:
 - Year-on-year change in GHG emissions (Scope 1; Scope 2; Scope 1 and 2; Scope 3)
 - Year-on-year GHG emissions intensity figures

Inherent Limitations

There is an inherent limitation in providing verification of non-financial data, which 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.

GCX did not conduct any work outside of the agreed scope, and we therefore restrict our opinion to the agreed subject matter.

Final Verifier Opinion and Qualifications

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

On the basis of the **limited assurance** procedures followed in accordance with **ISO 14064-3 (2006)**, and using the requirements of the *GHG Protocol Corporate Standard* as criteria, there is no evidence that MMH's 2020 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 GHG emissions data and information for the 2020 reporting period, with the following qualifications:
 - **Scopes 2/3:** Estimation was used where electricity and water consumption data was incomplete, which may be subject to inherent inaccuracy.
 - **Scope 3 Category 5:** GHG emissions from landfilled waste were significantly under-reported as data was only available for 3 large MMH facilities.



Signed: Kerry Evans
Lead GHG Verifier, GCX
Date: 17.06.2021



Signed: Ohad Shachar
Sustainability Director, GCX
Date: 17. 06.2021