

STATEMENT

Introduction

DNV BUSINESS ASSURANCE USA, INC. (DNV) has been commissioned by Spin Master, Ltd. (Spin Master) to carry out an independent verification of its GHG emissions inventory (including Scope 1, 2, and selected Scope 3 Categories) in accordance with the GHG protocol. The assertions are relevant to the 2022 calendar year.

Spin Master has sole responsibility for preparation of the data and external report. DNV, in performing our assurance work, is responsible to the management of Spin Master. Our assurance statement, however, represents our independent opinion and is intended to inform all stakeholders including Spin Master.

Verification Objective

The objective of this verification is to verify conformance with applicable verification criteria, including the principles and requirements of relevant standards or GHG programmes, within the scope of the verification; The organization's GHG inventory of GHG emissions; any significant changes in the organization's GHG inventory since the last reporting period; and the organization's GHG-related controls.

Verification Scope

The verification scope is defined as an independent and objective review of Spin Master Ltd.'s organizational level GHG Emissions Inventory.

Reporting timeline: Calendar year 2022

Boundary: Operational Control

Scope 1, and 2 (location based), and Scope 3 GHG emissions from the following categories:

- Category 1: Purchased goods and services (limited to Tier 1 Manufacturing only)
- Category 4: Upstream transportation and distribution
- Category 5: Waste generated in operations
- Category 6: Business travel (limited to Air Travel only)
- Category 9: Downstream transportation and distribution

Verification Level of Assurance

The verification was conducted by DNV to a limited level of assurance.

Materiality Level

Errors / omissions which represent, single or aggregated, the 5% of total emissions are considered material.

Verification Criteria

- World Resources Institute (WRI)/World Business Council for Sustainable Development (WBCSD) Greenhouse Gas Protocol, Corporate Accounting and Reporting Standard (Scope 1 & 2)
- World Resources Institute (WRI)/World Business Council for Sustainable Development (WBCSD) Supplement to the Greenhouse Gas Protocol Corporate Accounting and Reporting Standard, Corporate Value Chain Accounting and Reporting (Scope 3) Standard

Verification Protocols

- ISO 14064-3:2019 Greenhouse gases - Part 3: Specification with guidance for the verification and validation of greenhouse gas statements

Operational Boundary

- Operational control
- Global operations/offices
- Reporting Period: 1 January 2022 to 31 December 2022

Data Verified

Greenhouse Gas Emissions

Scope 1 Emissions	613.20 (MtCO ₂ e)
Scope 2 Emissions (Location based)	1,222.25 (MtCO ₂ e)
Scope 3 Emissions Category 1: Purchased Goods and Services	50,812.47 (MtCO ₂ e)
Scope 3 Emissions Category 4: Upstream Transportation and Distribution	931.59 (MtCO ₂ e)
Scope 3 Emissions Category 5: Waste Generated in Operations	283.23 (MtCO ₂ e)
Scope 3 Emissions Category 6: Business Travel	5,051.71 (MtCO ₂ e)
Scope 3 Emissions Category 9: Downstream Transportation and Distribution	3,165.08 (MtCO ₂ e)
Total Scope 3 Emissions	62,079.54 (MtCO ₂ e)

Assurance Opinion

Based on the verification process conducted by DNV, we provide a Limited Assurance of the GHG Emissions Inventory for Spin Master Ltd. DNV found no evidence that the assertion:

- is not materially correct;
- is not a fair representation of the GHG emissions information; and
- is not prepared in accordance with the *Reporting Criteria*

Independence

DNV was not involved in the preparation of any part of Spin Master's data or emissions quantification. We adopt a balanced approach towards all stakeholders when performing our evaluation.

DNV Business Assurance USA, Inc.

DATE: 5 April 2023

A handwritten signature in black ink, appearing to read "K. Poirier".

Lead Verifier
Kevin Poirier

A handwritten signature in purple ink, appearing to read "Shruthi Bachamanda".

Technical Reviewer
Shruthi Bachamanda

A handwritten signature in black ink, appearing to read "David Tellez".

Approver
David Tellez
Regional Manager, DNV Business Assurance
USA, Inc.

The purpose of the DNV group of companies is to promote safe and sustainable futures. The USA & Canada Sustainability team is part of DNV Business Assurance, a global provider of certification, verification, assessment and training services, helping customers to build sustainable business performance. www.dnv.com/sustainability