

Greenhouse Gas Verification Statement

The inventory of Greenhouse Gas emissions in year 2020 of

TCI Co., Ltd.

S5 Functional Drink Factory,

S9 Functional Food Factory

and S11 Eco Facial Mask Factory

No.12, Shennong Rd., Changzhi Township, Pingtung County, Taiwan (R.O.C)

No.21, Nongke Rd., Changzhi Township, Pingtung County, Taiwan (R.O.C)

has been verified in accordance with ISO 14064-3:2006 as

meeting the requirements of

ISO 14064-1:2006

Direct emissions

4,917.4743 tonnes of CO₂e

Energy indirect emissions

10,205.7401 tonnes of CO₂e

Direct emissions and energy indirect emissions

15,123.214 tonnes of CO₂e

Authorized by



David Huang

Senior Director

Date: 08 July 2021

Version 1

TGP56A-15-1 2101

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SGS has been contracted by TCI Co., Ltd. (hereinafter referred to as "TCI"), 8F, No. 187, Kang Chien Rd., Nei Hu Dist., Taipei, Taiwan (R.O.C.) for the verification of direct and indirect Greenhouse Gas emissions in accordance with

ISO 14064-3:2006

as provided by TCI Co., Ltd. S5 Functional Drink Factory and S9 Functional Food Factory (hereinafter referred to as "TCI S5 & S9 Factory"), No.12, Shennong Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.) and TCI Co., Ltd. S11 Eco Facial Mask Factory (hereinafter referred to as "TCI S11 Factory"), No.21, Nongke Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.), in the GHG Assertion in the form of GHG report covering GHG emissions of the period 01 January 2020 to 31 December 2020.

Roles and responsibilities

The management of TCI S5 & S9 Factory and S11 Factory is responsible for the organization's GHG information system, the development and maintenance of records and reporting procedures in accordance with that system, including the calculation and determination of GHG emissions information and the reported GHG emissions.

It is SGS's responsibility to express an independent GHG verification opinion on the GHG emissions as provided in the GHG Assertion for the period 01 January 2020 to 31 December 2020.

SGS conducted a third party verification of the provided GHG assertion against the principles of ISO 14064-1:2006, ISO 14064-3:2006 in the period 09 June 2021 to 29 June 2021. The verification was based on the verification scope, objectives and criteria as agreed between TCI and SGS on 03 May 2021.

Level of Assurance

The level of assurance agreed is that of reasonable assurance.

Scope

TCI has commissioned an independent verification by SGS Taiwan of reported GHG emissions of TCI S5 & S9 Factory and S11 Factory arising from the design and manufacture of health supplements and beauty care products activities, to establish conformance with ISO 14064:2006 principles within the scope of the verification as outlined below.

This engagement covers verification of emission from anthropogenic sources of greenhouse gases included within the organization's boundary and is based on ISO 14064-3:2006.

- Title or description activities: GHG verification for TCI S5 & S9 Factory and S11 Factory in year 2020.
- Location/boundary of the activities:
 - TCI S5 & S9 Factory: No.12, Shennong Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.)
 - TCI S11 Factory: No.21, Nongke Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.)
- Physical infrastructure, activities, technologies and processes of the organization: The design and manufacture of health supplements and beauty care products.
- GHG sources, sinks and/or reservoirs included: Sources as presented in the inventory spreadsheet provided by TCI S5 & S9 Factory and S11 Factory.
- Types of GHGs included: CO₂, CH₄, N₂O, HFCs, PFCs, SF₆, NF₃
- The IPCC 2007 AR4 GWP values are applied in this inventory.
- Electricity emission factor: 0.509 kgCO₂e/kwh
(Announced by Bureau of Energy, Ministry of Economic Affairs in 2020)
- Directed actions: NA
- GHG information for the following period was verified: 01 January 2020 to 31 December 2020
- The version of inventory sheet: 30 June 2021
- The version of GHG assertion: 30 June 2021
- Intended user of the verification statement: Private

Objective

The purposes of this verification exercise are, by review of objective evidence, to independently review:

- Whether the GHG emissions are as declared by the organization's GHG assertion
- The data reported are accurate, complete, consistent, transparent and free of material error or omission.

Criteria

Criteria against which the verification assessment is undertaken are the principles of ISO 14064-1:2006.

Materiality

The materiality required of the verification was considered by SGS to 5%, based on the needs of the intended user of the GHG Assertion.

Conclusion

TCI S5 & S9 Factory and S11 Factory provided the GHG assertion based on the requirements of ISO14064-1: 2006. The GHG information for the period 01 January 2020 to 31 December 2020 disclosing emissions of 15,123.214 metric tonnes of CO₂ equivalent and 0.0000 metric tonnes of direct CO₂ emissions from the combustion of biomass are verified by SGS to a reasonable level of assurance, consistent with the agreed verification scope, objectives and criteria.

Site	Direct emissions	Energy indirect emissions	Direct emissions and energy indirect emissions
TCI S5 & S9 Factory	4,715.9147	8,429.2894	13,145.204
TCI S11 Factory	201.5596	1,776.4507	1,978.010

SGS's approach is risk-based, drawing on an understanding of the risks associated with reporting GHG emissions information and the controls in place to mitigate these. Our examination includes assessment, on a test basis, of evidence relevant to the amounts and disclosures in relation to the organization's reported GHG emissions.

We planned and performed our work to obtain the information, explanations and evidence that we considered necessary to provide a reasonable level of assurance that the GHG emissions for the period 01 January 2020 to 31 December 2020 are fairly stated.

We conducted our verification with regard to the GHG assertion of TCI S5 & S9 Factory and S11 Factory which included assessment of GHG information system, monitoring and reporting plan/protocol. This assessment included the collection of evidence supporting the reported data, and checking whether the provisions of the protocol reference, were consistently and appropriately applied.

In SGS's opinion the presented GHG assertion

- is materially correct and is a fair representation of the GHG data and information, and
- is prepared in accordance with ISO14064-1:2006 on GHG quantification, monitoring and reporting.

Confidentiality

The reports and attachments may contain relevantly confidential information of the clients. In addition to being submitted as governmental application or certification documents, the reports and attachments are not allowed to be edited, duplicated, or published without the clients' agreement in written form.

Avoidance of Conflict of Interest

The reports and attachments are completely complied with the standards and procedures that related-authorities established. The reports and attachments of auditing process are conduct with fairness and honesty. If not, the auditing institution not only has to bear the relevant compensation duties, but also to receive legal charge and punishment.

This statement shall be interpreted with the GHG assertion of TCI S5 & S9 Factory and S11 Factory as a whole.

Verifier Group

Above statements coincide with auditing process with fairness and impartiality, and aim at the emission of year 2020 of clients.

Lead Verifier:

Kyle Lu.

Verifier:

Steven Yen

Wayne Huang

Note: This Statement is issued, on behalf of Client, by SGS Taiwan Ltd. ("SGS") under its General Conditions for Greenhouse Gas Verification Services available at http://www.sgs.com/terms_and_conditions.htm. The findings recorded hereon are based upon an audit performed by SGS. A full copy of this statement, the findings and the supporting GHG Assertion may be consulted at TCI Co., Ltd. S5 Functional Drink Factory, S9 Functional Food Factory and S11 Eco Facial Mask Factory, No.12, Shennong Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.) and No.21, Nongke Rd., Changzhi Township, Pingtung County 90846, Taiwan (R.O.C.). This Statement does not relieve Client from compliance with any bylaws, federal, national or regional acts and regulations or with any guidelines issued pursuant to such regulations. Stipulations to the contrary are not binding on SGS and SGS shall have no responsibility vis-à-vis parties other than its Client.