

Independent Limited Assurance Statement to XP Power on Scope 1, 2 and 3 GHG Emissions FY 2022

To the management of XP Power LLC, United Kingdom

Introduction

Intertek was engaged by XP Power LLC (“XPP”) for independent third-party verification of Scope 1, 2 and 3 Greenhouse Gas (GHG) Emissions for their global operation's fiscal year 2022. The verification was performed in accordance with the ISAE 3410 assurance standards.

Objective

The objectives of this limited assurance verification exercise were, by review of objective evidence, to confirm whether any evidence existed that the GHG emissions, as declared in the organization’s GHG Statement, were not accurate, complete, consistent, transparent and free of material error or omission in accordance with the criteria outlined below.

Intended Users

The intended users of this assurance statement are the management and stakeholders of XPP.

Responsibilities

The management of XPP is sole responsible for the organization’s GHG emissions information system, data maintenance and reporting procedures in accordance with that system, including the data collection, inventory, calculation and determination of GHG emissions for the organization.

Intertek’s responsibility, as agreed with the management of XPP, is to provide assurance and express an opinion on the GHG Statement based on our verification following the assurance scope and criteria given below. Intertek does not accept or assume any responsibility for any other purpose or to any other person or organization. This document represents Intertek’s independent and balanced opinion on the content and accuracy of the information and data held within.

Assurance Scope

The organizational boundary was established following the operational control approach. The scope of this engagement covered GHG emissions sources for 12 locations, worldwide, for the period of 1st January 2022 to 31st December 2022. The details are provided below:

- XP Bremen
- XP Fug
- XP Guth
- XP Comdel
- XP Kunshan
- XP UK-Pangborne
- XP UK-Tilehurst
- XP Glassman
- XP Jackson
- XP Singapore
- XP Sunnyvale
- XP Vietnam

The verification included Scope 1, 2 and 3 data, as follows:

- Scope 1: Stationary Fuel-Diesel, Natural Gas and Propane.
- Scope 2: Purchased Electricity and Steam/Heat.
- Scope 3: Purchased good and services (Cat-1), Fuel- and energy-related activities (Cat-3), Upstream Transportation and distribution (Cat-4), Business travel (Cat-6), Employee commuting (Cat-7) and use of sold products (Cat-11)

Assurance Criteria

Intertek conducted the verification work in accordance with requirements of 'Limited Assurance' procedures as per the following standards:

- International Standard on Assurance Engagements (ISAE) 3000 (revised) for 'Assurance Engagements other than Audits or Reviews of Historical Financial Information'.
- International Standard on Assurance Engagements (ISAE) 3410 for 'Assurance Engagements on Greenhouse Gas Statement.

The criteria in which the GHG Statement was compared against were:

- WRI GHG Protocol Corporate Accounting and Reporting Standard, v3.51 (2004)
- WRI GHG Protocol Corporate Value Chain (Scope 3) Accounting and Reporting Standard, v5.89 (2011)

A limited assurance engagement involves performing procedures to obtain evidence about the quantification of emissions and related information in the GHG Statement. No source data verification was undertaken during the assurance process.

A materiality level of 10% was applied. Assessment of compliance and materiality was undertaken against the stated calculation methodology and criteria.

Methodology

Intertek performed verification work using risk-based approach to obtain the information, explanations and evidence that was considered necessary to provide a limited level of assurance. The verification was conducted by desk review with regard to the GHG Statement, reporting and supporting records for the fiscal year 2022. Data and information supporting the GHG Statement were historical in nature and proven by evidence. Our assurance task was planned and carried out during January and February 2023. The assessment included the following:

- Review of processes and systems used to gather and consolidate data.
- Examined and reviewed documents, data and other information made available digitally.
- Conducted virtual interviews with managers responsible for data management.
- Assessment of appropriateness of various assumptions, estimations, emission factors and thresholds used by XPP for data analysis.
- Review of GHG related data on sample basis for the duration from 1st January 2022 to 31st December 2022 was carried out remotely through virtual interactions and screen sharing tools.
- Recalculation of GHG emissions based on the data provided.
- Appropriate documentary evidence was obtained to support our conclusions on the information and data reviewed.

Conclusions

Intertek reviewed selected GHG disclosures of XP Power LLC (XPP) for the reporting period from 1st January 2022 to 31st December 2022. Based on the data and information provided by XP Power, Intertek concludes with limited assurance that there is no evidence that the GHG emissions assertion is not materially correct, and is a fair representation of the GHG emissions data, to the best of our knowledge.

The reported GHG emissions for FY 2022 are equal to:

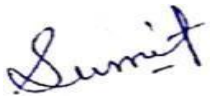
Scope 1 (TCO2eq.)	Scope 2 (Location-based) (TCO2eq.)	Scope 3 (TCO2eq.)
339.35	6481.14	674,968.08

This statement shall be interpreted with the GHG Statement of XPP as a whole.

Intertek's Competence and Independence

Intertek is a global provider of assurance services with a presence in more than 100 countries employing approximately 44,000 people. The Intertek assurance team included Certified Sustainability Assurance Professionals, who were not involved in the collection and collation of any data except for this Assurance Opinion. Intertek maintains complete impartiality towards any people interviewed.

For Intertek Assuris



Sumit Chowdhury, Verifier
Technical Manager-Sustainability
Intertek Assuris



Wesley Chen,
Vice President (Sustainability, Quality & Safety)
Intertek Assuris

1st March 2023

No member of the verification team (stated above) has a business relationship with XP Power LLC, its Directors or Managers beyond that is required of this assignment. No form of bribe has been accepted before, throughout and after performing the verification. The verification team has not been intimidated to agree to do this work, change and/or alter the results of the verification. The verification team has not participated in any form of nepotism, self-dealing and/or tampering. If any concerns or conflicts were identified, appropriate mitigation measures were put in place, documented and presented with the final report. The process followed during the verification is based on the principles of impartiality, evidence, fair presentation and documentation. The documentation received and reviewed supports the conclusion reached and stated in this opinion.