

LR Independent Assurance Statement

Relating to NISSIN FOODS HOLDINGS CO., LTD.'s Environmental Data for the fiscal year 2019

This Assurance Statement has been prepared for NISSIN FOODS HOLDINGS CO., LTD. in accordance with our contract but is intended for the readers of this report.

Terms of engagement

Lloyd's Register Quality Assurance Limited (LR) was commissioned by NISSIN FOODS HOLDINGS CO., LTD. ("the Company") to provide independent assurance on its environmental data disclosed in Sustainability page of its corporate website ("the report") for the fiscal year 2019 (from 1 April 2018 to 31 March 2019), against the assurance criteria below to a limited level of assurance and at the materiality of the professional judgement of the verifier using ISAE3000 and ISO 14064-3:2006 for Greenhouse gas ("GHG") emissions data.

Our assurance engagement covered the Company's operations and activities at manufacturing plants in Japan and overseas and specifically the following requirements:^{1 2}

- Verifying conformance with the Company's reporting methodologies for the selected dataset;
- Evaluating the accuracy and reliability of data for the selected environmental datasets listed below:³
 - Scope 1 and Scope 2 GHG emissions (tonnes CO₂)^{4 5}
 - Scope 3 GHG emissions Categories 1~7, 9, 11, and 12 (tonnes CO₂e)⁶
 - Total volume of water consumption (municipal and underground sources) (m³)
 - Total waste generated (tonnes)⁷

Our assurance engagement excluded the data and information of the Company's suppliers, contractors and any third-parties mentioned in the report.

LR's responsibility is only to the Company. LR disclaims any liability or responsibility to others as explained in the end footnote. The Company's responsibility is for collecting, aggregating, analysing and presenting all the data and information within the report and for maintaining effective internal controls over the systems from which the report is derived. Ultimately, the report has been approved by, and remains the responsibility of the Company.

LR's Opinion

Based on LR's approach nothing has come to our attention that would cause us to believe the Company has not, in all material respects:

- Met the requirements above
- Disclosed accurate and reliable environmental data which is disclosed in the report and as summarised in Table 1 and 2 below.

The opinion expressed is formed on the bases of a limited level of assurance and at the materiality of the professional judgement of the verifier.

¹ Ajinihon and Zhuhai Einan Foods, which have substantial control, are included in the boundary.

² Nissin Enterprises is also included in the boundary in case a logistics warehouse (Nissin Enterprises) is located on the same site at a factory under the direct control of Nissin Food Products. And Nissin Food Products Kansai Factory and Nissin Kasei Kansai Factory started operating since March 2019, and the Nissin Food Products Kansai Factory is included in the boundary, but the Nissin Kasei Kansai Factory are excluded.

³ GHG quantification is subject to inherent uncertainty.

⁴ Manufacturing factories including domestic and overseas group companies, Nissin Foods HD (Tokyo Head Office, Osaka Head Office the Wave), and Myojo Research Laboratory.

⁵ Non-energy-origin GHG emissions (non- CO₂) are excluded.

⁶ The Scope 3 GHG emissions associated with categories 8, 10, 13, 14 and 15 were excluded since the Company has no relevant business activities.

⁷ The waste generated at BonChi's five (5) plants was excluded.

Note: The extent of evidence-gathering for a limited assurance engagement is less than for a reasonable assurance engagement. Limited assurance engagements focus on aggregated data rather than physically checking source data at sites. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

LR's approach

LR's assurance engagements are carried out in accordance with ISAE3000 and ISO14064-3 for GHG emissions. The following tasks though were undertaken as part of the evidence gathering process for this assurance engagement:

- Auditing the Company's data management systems to confirm that there were no significant errors, omissions or misstatements in the Report. We did this by reviewing the effectiveness of data handling procedures, instructions and systems, including those for internal verification.
- Interviewing with those key people responsible for compiling the data and drafting the report.
- Sampling datasets and traced activity data back to aggregated levels;
- Verifying the historical data and records associated with Scope 1, Scope 2, and Scope 3 GHG emissions, total volume of water consumption, and total waste generated for the fiscal year 2019; and
- Visiting Kanto plant of Nissin York Co., Ltd., Shimonoseki plant of NISSIN FOOD PRODUCTS CO., LTD. and the head office of NISSIN FOODS HOLDINGS CO., LTD. to investigate whether the data management systems have been effectively implemented.

Observations

The Company should further demonstrate the accuracy and reliability of its future reports. This is particular to establish an internal data and reporting management system for its overseas operations.

LR's standards, competence and independence

LR implements and maintains a comprehensive management system that meets accreditation requirements for ISO 14065 *Greenhouse gases – Requirements for greenhouse gas validation and verification bodies for use in accreditation or other forms of recognition* and ISO/IEC 17021-1 *Conformity assessment – Requirements for bodies providing audit and certification of management systems – Part1: Requirements* that are at least as demanding as the requirements of the International Standard on Quality Control 1 and comply with the *Code of Ethics for Professional Accountants* issued by the International Ethics Standards Board for Accountants.

LR ensures the selection of appropriately qualified individuals based on their qualifications, training and experience. The outcome of all verification and certification assessments is then internally reviewed by senior management to ensure that the approach applied is rigorous and transparent.

This verification is the only work undertaken by LR for the Company and as such does not compromise our independence or impartiality.

Signed

Dated: 31 March 2020



Saeko Shimizu
LR Lead Verifier

On behalf of Lloyd's Register Quality Assurance Limited
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LR reference: YKA00000666

Table 1. Summary of NISSIN FOODS HOLDINGS CO., LTD.'s environmental data fiscal year 2019

Scope	
Scope1 CO ₂ emissions	237 kilo-tonnes CO ₂
Scope2 CO ₂ emissions (Market-based)	179 kilo-tonnes CO ₂
Total waste generated	77.8 kilo-tonnes
Total volume of water consumption (municipal and underground sources)	5,350 kilo-cubic meter

Table 2. Summary of NISSIN FOODS HOLDINGS CO., LTD.'s Scope 3 GHG emissions fiscal year 2019

Categories	kilo-tonnes CO ₂ e
1. Purchased goods & services	2,328
2. Capital goods	232
3. Fuel- and energy-related activities	57
4. Upstream transportation & distribution	374
5. Waste generated in operations	9
6. Business travel	4
7. Employee commuting	20
8. Upstream leased assets	<i>Not applicable</i>
9. Downstream transportation & distribution	253
10. Processing of sold products	<i>Not applicable</i>
11. Use of sold products	389
12. End of life treatment of sold products	89
13. Downstream leased assets	<i>Not applicable</i>
14. Franchises	<i>Not applicable</i>
15. Investments	<i>Not applicable</i>
Total	3,655

※Partner companies calculate only Category 1.

※Nissin Food HD Research Institute calculates only Categories 1,2,3,5,6,7.

※Nissin Foods HD Tokyo headquarters and Osaka headquarters calculate only Categories 1, 2, 3, 6 and 7.

※Sales offices (Nissin Food Products, Myojo Foods, Nissin Frozen Foods, Nissin Cisco) calculate only Categories 1,2,5,6, and 7.

※Sales offices (Nissin Chilled Foods, Nissin York, BonChi) calculate only Categories 1, 2, 6, and 7.

※Overseas offices calculate only Categories 2, 6, and 7.

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