

Independent Assurance Report

Mr. Kantaro Tomiyama
Representative Director, Chairman & CEO
TOMY Company, Ltd.

We, SOCOTEC Certification Japan (hereafter “SOCOTEC”), have performed a limited assurance engagement, in response to the entrustment from TOMY Company, Ltd. (hereafter “the Company”) in order to provide an opinion as to whether the subject matter information (“FY2021 GHG Emissions (Scope3) /Waste Emissions Calculation Report” (period: 1 April 2021 to 31 March 2022)) of the Company meets the criteria in all material respects.

1 Subject Matter Information and Criteria

The subject matter information for our assurance is “a report on GHG Emissions (Scope3) and Industrial waste emissions Data (shown in APPENDIX)” covering the operations and activities of the Company and its consolidated companies in Japan and overseas (7 companies in Japan, 11 overseas companies) described in “FY2021 GHG Emissions (Scope3) /Waste Emissions Calculation Report” (period: 1 April 2021 to 31 March 2022).

The criteria for preparing subject matter information is “TOMY Group GHG Emissions (Scope 3) Calculation Procedure” and “TOMY Group Waste Emissions Calculation Procedure”.

2 Management Responsibility

“FY2021 GHG Emissions (Scope3) /Waste Emissions Calculation Report” (period: 1 April 2021 to 31 March 2022) was prepared by the management of the Company, who is responsible for the integrity of the assertions, statements, and claims made therein (including the assertions over which we have been engaged to provide limited assurance), the collection, quantification and presentation of all data and information in the report, and applied criteria, analysis and publication.

The management of the Company is responsible for maintaining adequate records and internal controls that are designed to support the reporting process and ensure that “FY2021 GHG Emissions (Scope3) /Waste Emissions Calculation Report” (period: 1 April 2021 to 31 March 2022) is free from material misstatement whether intentional or negligent.

3 Assurance Practitioner’s Responsibility

The responsibility of SOCOTEC is to express a limited assurance conclusion as to whether the subject matter information has been prepared in compliance with the criteria in all material respects.

SOCOTEC performed limited assurance engagement in accordance with the verification procedures stipulated by SOCOTEC and “ISO14064-3: Specification with guidance for the verification and validation of greenhouse gas statements” and the International Standard on Assurance Engagements (ISAE) 3000 (Revised), “Assurance Engagements Other than Audits or Reviews of Historical Financial Information” of International Auditing and Assurance Standards Board (IAASB).

The procedures implemented in the limited assurance engagement are limited in their type, timing and scope as compared to the procedures implemented in the reasonable assurance engagement. As a result, our limited assurance engagement does not provide as high assurance as reasonable assurance engagement.

Our procedures performed depend on the assurance professional practitioner’s judgement, including the risk of material misstatement, whether due to fraud or error. Our conclusion was not designed to provide assurance on internal controls.

We believe that we have obtained the evidence to provide a basis for the conclusion for limited assurance.

4 Assurance Procedures

The procedures that SOCOTEC has conducted are based on professional judgment and include, but are not limited to:

- Evaluation of policies and procedures created by the Company in relation to subject matter information
- Questions to the Company personnel to understand the above policies and procedures
- Verification that the target project meets eligibility requirements
- Matching with the basis data by trial calculation and recalculation
- Obtaining and collating material for important assumptions and other data
- We visited the head office of the Company, T-ARTS Company, Ltd., TOMY MARKETING COMPANY, LTD., PENNY COMPANY, LTD., KIDDY LAND CO.,LTD., TOMY TEC CO.,LTD., T-FIELDTEC Company, Ltd., and TOMY IBIS CO.,LTD. as verification sites in order to confirm the calculation structure and procedures, data collection and implementation status of record control.

5 Statement of Our Independence, Quality Control and Competence

SOCOTEC has introduced and maintained a comprehensive management system that conforms to the accreditation requirements of "ISO17021 Conformity assessment -- Requirements for bodies providing audit and certification of management systems". In addition, we have also established a management system according to "ISO14065 Greenhouse gases -- Requirements for greenhouse gas validation and verification bodies for use in accreditation or other forms of recognition". These meet the requirements of International Standard on Quality Control 1 by the International Auditing and Assurance Standards Board and Code of Ethics for Professional Accountants by International Ethics Standards Board for Accountants. We maintain a comprehensive quality control system that includes ethical rules, professional standards and documented policies and procedures for compliance with applicable laws and regulations.

The SOCOTEC Group is a comprehensive third-party organisation in inspection, testing and certification operations, and conducts management system certification services and training services related to quality, environment, labour and information security in countries around the world. Engaged in performance data and sustainability report assurance of environmental and social information, SOCOTEC affirms that it is independent of the organisation that has ordered the assurance engagement, its affiliated companies, and stakeholders, and that there is no possibility of impairing impartiality or conflict of interest.

We assure that the team engaged in the assurance is selected based on knowledge, experience in the relevant industry, and the competence requirements for this assurance engagement.

6 Use of Report

Our responsibility in performing our limited assurance activities is to the management of the company only in accordance with the terms for this engagement as agreed with the Company. We do not therefore assume any responsibility for any other purpose or to any other person or organisation.

7 Our Conclusion

On the basis of our procedures performed and evidence obtained nothing has come to our attention that causes us to believe that the subject matter information is not, in all material respects, prepared and reported in accordance with the stated criteria.

SOCOTEC Certification Japan



Seigo Futaba
Managing Director
30 June 2023

GHG Emissions (Scope3) and Industrial waste emissions Data

Table 1 Greenhouse gas emissions (Scope3)

	Category	Emissions [t-CO ₂ e]
Category 1	Purchased goods and services	215,243
Category 2	Capital goods	26,605
Category 3	Fuel-and-energy-related activities (not included in Scope 1 or 2)	1,263
Category 4	Upstream transportation and distribution	29,966
Category 5	Waste generated in operations	664
Category 6	Business travel	314
Category 7	Employee commuting	1,030
Category 9	Downstream transportation and distribution	1,534
Category 13	Downstream leased assets	5,692
Category 14	Franchises	383
Total	—	282,696

* The Scope 3 totals are the aggregate results for each category, including decimals, and do not apparently match the aggregate results for each category.

Table 2 Industrial waste emissions

Company	Emissions [t]
TOMY Company, Ltd.	160.28
T-ARTS Company, Ltd.	349.16
TOMY TEC CO.,LTD.	39.59
TOMY MARKETING COMPANY, LTD.	180.81
T-FIELDTEC Company, Ltd.	3.99
TOMY IBIS CO.,LTD.	0.21
KIDDY LAND CO.,LTD.	2.40
PENNY COMPANY, LTD.	122.12
Total	858.56