

INDEPENDENT ASSURANCE STATEMENT

SEMBCORP INDUSTRIES LIMITED SUSTAINABILITY-LINKED LOANS ('SLL') AND SUSTAINABILITY-LINKED BONDS ('SLB')

Introduction

DNV Business Assurance Singapore Pte. Ltd. ('DNV') has been commissioned by Sembcorp Financial Services Pte. Ltd. ('Sembcorp') to carry out a limited assurance external review of the performance level of two Key Performance Indicators ('KPIs') against Sembcorp's Sustainable Financing Framework ('Framework') which is aligned with the Sustainability-linked Bond Principles ('SLBP') 2020 and Sustainability-linked Loan Principles ('SLLP') 2021. The KPIs are as follows:

- KPI 1: GHG Emissions Intensity (Scope 1 and 2)
- KPI 3: Gross Installed Renewable Energy Capacity

Responsibilities of the Management of Sembcorp and DNV

Sembcorp is solely responsible for the preparation of the disclosure of the performance level of the two KPIs and supporting documents provided to DNV. In performing our external review, DNV is responsible for planning and performing the engagement to provide a limited level of assurance based on International Standard on Assurance Engagements ('ISAE') 3000 and forming an independent conclusion on whether the disclosure of performance level of the two KPIs is free from material misstatement and meets disclosure requirements of the Framework, SLBP 2020 and SLLP 2021. Our Assurance Statement represents our independent opinion and is intended to inform all stakeholders including Sembcorp.

Scope of Assurance

The limited assurance external review agreed with Sembcorp includes the following KPIs:

Key Performance Indicators	Units
KPI 1: GHG Emissions Intensity (Scope 1 and 2)	tCO ₂ e/MWh
KPI 3: Gross Installed Renewable Energy Capacity	GW

Assurance Methodology

We have performed a limited assurance external review using DNV's assurance methodology VeriSustain™ which includes the requirements set out for assurance in accordance with international assurance best practice, including the ISAE 3000 (Revised). Our assurance engagement was limited to KPI 1 and KPI 3 as described in the Framework, and was carried out during November 2022 to March 2023. Our verification methodology applies a ±5% uncertainty threshold towards errors and omissions for the performance data.

DNV used a risk-based approach throughout the assurance engagement, concentrating on the areas that we believe are most material for both Sembcorp and its stakeholders. We conducted hybrid audit which included site visits to Sembcorp's headquarters in Singapore and remote audits over performance data of selected sites. The following methods were applied during the external review of the performance level of the KPIs:

- Review of documentation, data records and sources relating to the Sustainability Performance Targets ('SPTs') selection for the SLLs and SLBs and disclosure of performance level of the two KPIs;
- Conducted interviews with data owners from Sembcorp to understand the key processes and internal controls for the collection, aggregation and reporting of performance data by business units;

- Review of supporting evidence for key claims and performance data disclosed. Our external review processes were based on a risk-based approach;
- Review of the processes for the collection, aggregation and reporting of the performance data, and checking the data consolidation at site and corporate levels for selected samples;
- Desk review of selected performance data for sampled entities, and discussed findings with Group Sustainability and Group Corporate Finance & Treasury divisions; and
- Verification of data which includes GHG Emissions (Scope 1, Scope 2 and Biogenic Emissions), fuel consumption, electricity generated, electricity purchased, commissioning and operational documents of renewable energy sites etc.

Our Observations

DNV's findings for the performance level against each SPTs are as follows:

SPT 1: GHG Emissions Intensity

Reporting Year ('RY')	Sustainability Performance Targets	Reported Performance
RY 2 (Year ended 31 December 2022).	<ul style="list-style-type: none"> • GHG Emissions Intensity (Scope 1 and 2) is 0.40 tCO₂e/MWh or lower at observation date 31 December 2025. 	<ul style="list-style-type: none"> • Sembcorp's GHG Emissions Intensity as at 31 December 2022 is 0.50 tCO₂e/MWh. • Current level of performance is approaching the target and has improved from the baseline level.

SPT 3: Gross Installed Renewable Energy Capacity

Reporting Year ('RY')	Sustainability Performance Targets	Reported Performance
RY 2 (Year ended 31 December 2022).	<ul style="list-style-type: none"> • Gross Installed Renewable Energy Capacity is 10 GW or higher at observation date 31 December 2025. 	<ul style="list-style-type: none"> • Sembcorp's Gross Installed Renewable Energy Capacity as at 31 December 2022 is 6.8 GW. • Current level of performance is approaching the target and has improved from the baseline level.

Assurance Opinion

Based on the limited assurance processes and procedures conducted and evidence obtained on the performance level of the two KPIs (GHG Emissions Intensity (Scope 1 and 2) and Gross Installed Renewable Energy Capacity), nothing has come to our attention to suggest that the performance level of the two KPIs disclosed in the Sustainability Report are not prepared, in all material respects, in accordance with the Framework. In addition, nothing has come to our attention to suggest that the performance level of the two KPIs disclosed in the Sustainability Report are not materially correct and are not fair representation of the data and information assessed or have not been prepared in accordance with the calculation method referenced.

Limitations

DNV's assurance engagements are based on the assumption that the data and information provided by Sembcorp to us as part of our review have been provided in good faith, are true, and are free from material misstatements. Because of the selected nature (sampling) and other inherent limitation of both procedures and systems of internal control, there remains the unavoidable risk that errors or irregularities, possibly significant, may not have been detected.

Statement of Competence and Independence

DNV applies its own management standards and compliance policies for quality control, in accordance with ISO IEC 17021:2015 - Conformity Assessment Requirements for bodies providing audit and certification of management systems, and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements. We have complied with the DNV Code of Conduct during the assurance engagement and maintained independence where required by relevant ethical requirements.

This engagement work was carried out by an independent team of assurance professionals. DNV was not involved in the preparation of any statements or performance data included in the Sustainability Report except for this Assurance Statement. DNV did not provide any services to Sembcorp in 2022 that could compromise the independence or impartiality of our work.

For DNV Business Assurance Singapore Pte. Ltd.

27 March 2023, Singapore

N Sathishkumar Project Manager DNV Business Assurance Singapore Pte. Ltd.	Mark Robinson Technical Reviewer DNV Business Assurance Australia Pte. Ltd.