

Greenhouse Gas Emissions Verification Report

To: Concordia Financial Group, Ltd.

1. Objective and Scope

Japan Quality Assurance Organization (hereafter “JQA”) was engaged by Concordia Financial Group, Ltd. (hereafter “the Company”) to provide an independent verification on “FY2022* Concordia Financial Group Calculation report of GHG emissions” (hereafter “the Report”). The content of our verification was to express our conclusion, based on our verification procedures, on whether the Report was correctly measured and calculated, in accordance with the “GHG emissions calculation rule (established on July 3, 2023)” (hereafter “the Rule”) developed by the Company. The purpose of the verification is to evaluate the Report objectively and to enhance the credibility of the Report.

* The fiscal year 2022 of the Company ended on March 31, 2023. However, Category 15 of Scope 3, which mentioned below, is calculated based on the investment and loan balance as of the end of March 2022.

2. Procedures Performed

JQA conducted verification in accordance with “ISO 14064-3”. The scope of this verification assignment covers energy-derived CO₂ emissions from Scope 1 & 2, energy consumption related to these, and Scope 3 GHG emissions (Category 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15). The verification was conducted to a limited level of assurance and quantitative materiality was set at 5 percent of the total emissions in the Report. The organizational boundaries of this verification for Scope 1& 2 include the Company and its consolidated subsidiaries in total 13 companies (including domestic manned stores, and automatic teller machines). The organizational boundaries of the verification for Scope3 cover the Company and its consolidated subsidiaries of The Bank of Yokohama, Ltd. and The Higashi-Nippon Bank, Ltd.

Our verification procedures included:

- Performing validation of integrated functions to check the Rule prior to the on-site assessment except for Scope 3.
- Visiting the Company’s five domestic sites to check the Report’s scope and boundaries; GHG emission sources and monitoring points; monitoring and calculation system for Scope 1 & 2. The location of sampling sites for on-site assessment were selected by the Company.
- For Scope 3, performing validation of integrated functions to check the Rule, and checking calculation scenario and allocation method; monitoring and calculation system; and emissions data against evidence.

3. Conclusion

Based on the procedures described above, nothing has come to our attention that caused us to believe that the statement of the information regarding the Company’s FY2022 GHG emissions and energy consumption in the Report, is not materially correct, or has not been prepared in accordance with the Rule.

4. Consideration

The Company was responsible for preparing the Report, and JQA’s responsibility was to conduct verification of GHG emissions and energy consumption in the Report only. There is no conflict of interest between the Company and JQA.



Sumio Asada, Board Director
For and on behalf of Japan Quality Assurance Organization
1-25, Kandasudacho, Chiyoda-ku, Tokyo, Japan
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