

Assurance statement

Trucost was engaged by Momentive to provide assurance of the environmental data held within its 2021 Sustainability Report

Intended users

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

Responsibilities of Momentive and assurance provider

The management of Momentive has sole responsibility for the preparation and content of its Sustainability Report. Trucost's statement represents its independent and balanced opinion on the content and accuracy of the information and environmental data held within.

Assurance standard

Trucost undertook the assurance in accordance with AA1000AS v3 (2020) Type 2 moderate-level assurance, covering:

- ✓ Evaluation of adherence to the AA1000AP (2018) Principles of inclusivity, materiality, responsiveness and impact (the Principles)
- ✓ The reliability of specified environmental performance information (greenhouse gas emissions)

Trucost used the Global Reporting Initiative (GRI) and the GHG Protocol to evaluate Momentive performance information and adherence to the Principles.

Scope and limitations

Trucost was engaged to assure the data and claims in Momentive's FY2020 external reporting, encompassing the period of 1 January 2020 – 31 December 2020. Trucost was asked to assure reporting for specific KPIs. Momentive took an operational control approach.

Momentive has not used the most up-to-date conversion factors available. Trucost recommends

Momentive to review and update emissions factors annually or as available.

Trucost verified the environmental impacts, as calculated by Momentive, in the table below.

SCOPE	SOURCE	UNIT	QUANTITY
GHG Scope 1	Natural gas		220,928.06
	Gasoline		188.54
	Propane	Metric tons CO _{2e}	32.97
	Diesel		1,600.13
GHG Scope 2	Electricity (location based), Purchased Steam and Purchased Indirect Energy		199,764.47

Methodology

Trucost's assurance activities included the following:

- Review of the processes by which Momentive defines the sustainability issues that are relevant and material to its operations and its stakeholders.
- Interviews with managers responsible for sustainability performance and data collection
- Assessment of the extent to which Momentive sustainability activities adheres to the Principles
- Review of processes and systems used to gather and consolidate environmental data
- Verification of data accuracy for a selection of sites, including an audit of conversion factors and calculations

Assurance statement

PRINCIPLE	COMMENTS
<p>Inclusivity: the participation of stakeholders in developing and achieving an accountable and strategic response to sustainability</p>	<p>Momentive has identified a range of stakeholders including their B2B customers, end consumers, employees, members of their supply chain or local communities surround their production facility and environmental NGOs and ratings agencies such as CDP and EcoVadis. Momentive engages with stakeholders through a variety of channels in addition to its regular sustainability reporting and traditional and social media channels. Momentive’s sustainability office also meets and engages with sustainability managers of major customers. Momentive seeks to respond to all credible stakeholder concerns, even for non-material issues.</p>
<p>Materiality: determining the relevance and significance of an issue to an organization and its stakeholders</p>	<p>Momentive regularly assesses the material issues relevant to the company with reference to topics identified by organizations such as GRI. Accordingly, the company tracks metrics such as energy intensity, GHG emissions, water use and waste generation. Momentive also considers the SDGs in its sustainability strategies and became a signatory to the UN Global Compact in 2020 and will be submitting a performance report later this year.</p>
<p>Responsiveness: an organization’s response to stakeholder issues that affect its sustainability performance and is realized through decisions, actions and performance, as well as communication with stakeholders</p>	<p>In developing products, Momentive considers the shifting market needs and customer demands related to sustainability. Momentive engages with its major customers regularly as part of its and their sustainability work and has dedicated representatives for those customers. Sustainability is explicitly included in Momentive’s risk assessment processes, both in its annual enterprise risk assessments and in the in the risk assessments performed on individual products.</p>
<p>Impact: Organizations should monitor, measure and be accountable for how their actions impact broader ecosystems</p>	<p>Momentive actively tracks its environmental impacts, particularly those relating to energy, GHG emissions and water, on a monthly basis throughout the year. Momentive’s business unit heads track these metrics against their environmental goals on a monthly basis and report to the management team on a quarterly basis. Additionally, Momentive tries to monetize impacts relating to environmental issues like waste to integrate into business strategy. Momentive also regularly engages with its supply chain on sustainability issues and goals. Momentive issues a third party code of conduct that covers environmental, safety and ethics requirements. A supply chain questionnaire goes out to their largest suppliers annually.</p>

Findings, conclusions and recommendations

The Principles:

Nothing came to Trucost’s attention to suggest that Momentive’s Sustainability Report does not adhere to the AA1000 Principles.

Data reliability:

Momentive has implemented rigorous processes to collect and aggregate global GHG emissions. Upon evaluating this system, Trucost found that data was accurate overall and any minor corrections were made as necessary.

Assurance provider

Assurance statement

Trucost has been researching, standardizing and validating corporate environmental performance data since 2000. Trucost's research team has the relevant professional and technical competencies and experience to conduct an assurance to the AA1000 standard. Trucost has conducted this assurance independently and impartially and in compliance with S&P Global's policies and procedures, including its Code of Business Ethics that provide a framework relating to ethical

conduct, conflict of interest and compliance with law.

Trucost, part of S&P Global

London, July 2021



AA1000
Licensed Report
000-120/V3-2MI27

Steven Bullock

Global Head of Research and Innovation

Trucost
ESG Analysis

S&P Global

NOTICE

©2021 S&P Trucost Limited (“Trucost”), an affiliate of S&P Global Market Intelligence. All rights reserved.

The materials have been prepared solely for informational purposes based upon information generally available to the public and from sources believed to be reliable. No content contained in these materials (including text, data, reports, images, photos, graphics, charts, animations, videos, research, valuations, models, software or other application or output therefrom or any part thereof (“Content”)) may be modified, reverse engineered, reproduced or distributed in any form or by any means, or stored in a database or retrieval system, without the prior written permission of Trucost or its affiliates (collectively, S&P Global). S&P Global, its affiliates and their licensors do not guarantee the accuracy, completeness, timeliness or availability of the Content. S&P Global, its affiliates and their licensors are not responsible for any errors or omissions, regardless of the cause, for the results obtained from the use of the Content. THE CONTENT IS PROVIDED ON AN “AS IS” BASIS. S&P GLOBAL, ITS AFFILIATES AND LICENSORS DISCLAIM ANY AND ALL EXPRESS OR IMPLIED WARRANTIES, CONDITIONS, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE, FREEDOM FROM BUGS, SOFTWARE ERRORS OR DEFECTS, THAT THE CONTENT’S FUNCTIONING WILL BE UNINTERRUPTED OR THAT THE CONTENT WILL OPERATE WITH ANY SOFTWARE OR HARDWARE CONFIGURATION. In no event shall S&P Global, its affiliates or their licensors be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of the Content even if advised of the possibility of such damages.

Trucost’s opinions, quotes and credit-related and other analyses are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold, or sell any securities or to make any investment decisions, and do not address the suitability of any security. Trucost assumes no obligation to update the Content following publication in any form or format. The Content should not be relied on and is not a substitute for the skill, judgment and experience of the user, its management, employees, advisors and/or clients when making investment and other business decisions.

S&P Global keeps certain activities of its divisions separate from each other in order to preserve the independence and objectivity of their respective activities. As a result, certain divisions of S&P Global may have information that is not available to other S&P Global divisions. S&P Global has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

S&P Global may receive compensation for its ratings and certain analyses, normally from issuers or underwriters of securities or from obligors. S&P Global reserves the right to disseminate its opinions and analyses. S&P Global’s public ratings and analyses are made available on its Web sites, www.standardandpoors.com (free of charge) and www.ratingsdirect.com (subscription), and may be distributed through other means, including via S&P Global publications and third-party redistributors. Additional information about our ratings fees is available at www.standardandpoors.com/usratingsfees.