

Part A

Independent Assurance Practitioner's Limited Assurance Report to the Directors of Incitec Pivot Limited

Conclusion

We have undertaken a limited assurance engagement in relation to the accompanying NGER Report of Incitec Pivot Limited ('IPL') for the period 1 July 2020 to 30 June 2021 comprising the following:

- Scope 1 greenhouse gas emissions of 1,498,913 tonnes of CO₂-e
- Scope 2 greenhouse gas emissions of 159,741 tonnes of CO₂-e
- Energy production of 1,138,575 GJ
- Energy consumption of 31,866,435 GJ

Based on the procedures we have performed and the evidence we have obtained, nothing has come to our attention that causes us to believe that the NGER report is not prepared, in all material respects in accordance with Section 19 of the NGER Act, for the period 1 July 2020 to 30 June 2021, as explained in the Basis of Preparation.

Basis for Opinion

We conducted our engagement in accordance with Standard on Assurance Engagements ASAE 3410 *Assurance Engagements on Greenhouse Gas Statements* ('ASAE 3410'), issued by the Auditing and Assurance Standards Board and the NGER Audit Determination. ASAE 3410 and the NGER Audit Determination require that we plan and perform the engagement to obtain limited assurance about whether the based on the procedures we have performed and the evidence we have obtained, anything has come to our attention that causes us to believe that the NGER report is not prepared, in all material respects in accordance with Section 19 of the NGER Act.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Management's responsibilities

Management of IPL is responsible for:

- The preparation of IPL's NGER Report in accordance with Section 19 of the NGER Act including the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the NGER Report that is free from material misstatement, whether due to fraud or error
- The selection, interpretation and application of the requirements of the NGER Act in determining operational control and quantifying emissions and energy, which are reflected in a Basis of Preparation which will be provided to us.

Our Independence and Quality Control

We have complied with the independence and other relevant ethical requirements relating to assurance engagements, and apply Auditing Standard ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking these assurance engagements. This includes all of the requirements as defined in the NGER Regulations 2008 regarding the Code of Conduct, independence and quality control.

Assurance Practitioner's Responsibilities

Our responsibility is to express a conclusion on IPL's NGER Report based on the evidence we have obtained.

A limited assurance engagement in accordance with ASAE 3410 involves identifying areas where a material misstatement of the NGER Report is likely to arise, addressing the areas identified and considering the process used to prepare the NGER Report. A limited assurance engagement is substantially less in scope than a reasonable assurance engagement in relation to both the risk assessment procedures, including an understanding of internal control, and the procedures performed in response to the assessed risks.

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had we performed a reasonable assurance engagement. Accordingly, we do not express an opinion providing reasonable assurance about whether the NGER Report has been properly prepared, in all material respects, in accordance with Section 19 of the NGER Act.

Our procedures were based on our professional judgement and included, but were not limited to:

- Making enquiries to obtain an understanding of IPL's control environment and information systems relevant to emissions quantification and reporting, but not to evaluate the design of particular control activities, obtain evidence about their implementation or test their operating effectiveness
- Evaluating whether IPL's methods for developing estimates are appropriate and had been consistently applied. However, our procedures did not include testing the data on which the estimates are based or separately developing our own estimates against which to evaluate IPL's estimates
- Holding discussions with relevant data owners across a sample of material sites to assess the completeness of the emissions sources, data collection methods, source data and relevant assumptions applicable to the sites. The sites selected for testing were chosen taking into consideration their emissions in relation to total emissions, emissions sources, and sites selected in prior periods.

Inherent Limitations

There are inherent limitations in performing an assurance engagement - for example, assurance engagements are based on selective testing of the information being examined and it is possible that fraud, error or non-compliance may occur and not be detected. An assurance engagement is not designed to detect all instances of non-compliance with the NGER Act and NGER Regulations, as an assurance engagement is not performed continuously throughout the year and the procedures performed in respect of compliance with the NGER Act and NGER Regulations are undertaken on a test basis. The conclusion expressed in this report has been formed on the above basis. Emissions quantification is subject to inherent uncertainty because incomplete scientific knowledge has been used to determine emissions factors and the values needed to combine emissions due to different gases.

Additionally, non-financial data may be subject to more inherent limitations than financial data, given both its nature and the methods used for determining, calculating and sampling or estimating such data.

Other information

We read other information included within IPL's NGER Report and considered whether it was consistent with the knowledge obtained through our procedures. We considered the implications for our report if we became aware of any apparent material inconsistencies with the NGER Report. Our responsibilities did not extend to any other information.

Restricted Use

This report has been prepared for the Management of IPL for the purpose of fulfilling its reporting requirements to the Clean Energy Regulator ('CER'). We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than IPL, or for any purpose other than that for which it was prepared.

However, we understand that a copy of this report has been requested by the CER. We agree that a copy of this report may be provided to the CER for their information in connection with this purpose but only on the basis that we accept no duty, responsibility or liability to any party, other than you, in connection with this report or this engagement.

Details of audited body

Name of audited body	Incitec Pivot Limited
Address	Level 8, 28 Freshwater Place Southbank, VIC 3006
ABN	42 004 080 261

As audit team leader, in accordance with the per NGER Audit Determination, I attest that the assurance engagement was carried out in accordance with the assurance engagement terms, the requirements of the NGER Regulations and the NGER Audit Determination.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Chi Mun Woo

Chi Mun Woo
Partner
Registered Greenhouse and Energy Auditor

Sydney
28 October 2021