Third Party’s Assurance Statement

To the Readers of 2018 WOONGJIN COWAY Sustainability Report:

**Foreword**

Korea Management Registrar Inc. (hereinafter “KMR”) has been requested by of WOONGJIN COWAY to verify the contents of its 2018 Sustainability Report (hereinafter “the Report”). WOONGJIN COWAY is responsible for the collection and presentation of information included in the Report. KMR’s responsibility is to carry out assurance engagement on specific data and information in the assurance scope stipulated below.

**Scope and standard**

WOONGJIN COWAY describes its efforts and achievements of the corporate social responsibility activities in the Report. KMR performed a type2, moderate level of assurance using AA1000AS (2008) and SRV1000 from KMR Global Sustainability Committee as assurance standards. KMR’s assurance team(hereinafter “the team”) evaluated the adherence to Principles of Inclusivity, Materiality and Responsiveness, and the reliability of the selected GRI Standards indices as below, where professional judgment of the team was exercised as materiality criteria.

The team checked whether the Report has been prepared in accordance with the ‘Core Option’ of GRI Standards which covers the followings.

* GRI Standards Reporting Principles
* Universal Standards
* Topic Specific Standards
* Management approach of Topic Specific Standards
* Economic Performance: 201-1, 201-2, 201-3, 201-4
* Market Presence: 202-1
* Indirect Economic Impacts: 203-1, 203-2
* Anti-Corruption: 205-1, 205-2, 205-3
* Anti-Competitive Behavior: 206-1
* Materials: 301-1, 301-2, 301-3
* Energy: 302-1, 302-2, 302-3, 302-4, 302-5
* Water: 303-1, 303-2, 303-3
* Emissions: 305-1, 305-2, 305-3, 305-4, 305-5
* Effluents and Waste: 306-2, 306-3, 306-4
* Environmental Compliance: 307-1
* Supplier Environmental Assessment: 308-1, 308-2
* Employment: 401-1, 401-2, 401-3
* Labor/Management Relations: 402-1
* Occupational Health and Safety: 403-1, 403-2, 403-3, 403-4
* Training and Education: 404-1, 404-2, 404-3
* Diversity and Equal Opportunity: 405-1, 405-2
* Non-Discrimination: 406-1
* Freedom of Association and Collective Bargaining: 407-1
* Child Labor: 408-1
* Forced or Compulsory Labor: 409-1
* Human Rights Assessment: 412-1, 412-2, 412-3
* Local Communities: 413-1, 413-2
* Supplier Social Assessment: 414-1, 414-2
* Public Policy: 415-1
* Customer Health and Safety: 416-1, 416-2
* Marketing and Labeling: 417-1, 417-2, 417-3
* Customer Privacy: 418-1
* Socioeconomic Compliance: 419-1

This Report excludes a data sand information of joint corporate, contractor etc. which is outside of the organization, i.e. WOONGJIN COWAY, among report boundaries.

**Our approach**

In order to verify the contents of the Report within an agreed scope of assurance in accordance with the assurance standard, the team has carried out an assurance engagement as follows:

* Reviewed overall report
* Reviewed materiality test process and methodology
* Reviewed sustainability management strategies and targets
* Reviewed stakeholder engagement activities
* Interviewed people in charge of preparing the Report

**Our conclusion**

Based on the results we have obtained from material reviews and interviews, we had several discussions with WOONGJIN COWAY on the revision of the Report. We reviewed the Report’s final version in order to confirm that our recommendations for improvement and our revisions have been reflected. When reviewing the results of the assurance, the assurance team could not find any inappropriate contents in the Report to the compliance with the principles stipulated below. Nothing has come to our attention that causes us to believe that the data included in the verification scope are not presented appropriately.

* Inclusivity

Inclusivity is the participation of stakeholders in developing and achieving an accountable and strategic response to sustainability

* WOONGJIN COWAY is developing and maintaining stakeholder communication channels in various forms and levels in order to make a commitment to be responsible for the stakeholders. The assurance team could not find any critical stakeholder WOONGJIN COWAY left out during this procedure.
* Materiality

Materiality is determining the relevance and significance of an issue to an organization and its stakeholders. A material issue is an issue that will influence the decisions, actions, and performance of an organization or its stakeholders.

* WOONGJIN COWAY is determining the materiality of issues found out through stakeholder communication channels through its own materiality evaluation process, and the assurance team could not find any critical issues left out in this process.
* Responsiveness

Responsiveness is 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.

* The assurance team could not find any evidence that WOONGJIN COWAY’s counter measures to critical stakeholder issues were inappropriately recorded in the Report.

We could not find any evidence the Report was not prepared in accordance with the ‘Core Option’ of GRI standards.

**Recommendation for improvement**

We hope the Report is actively used as a communication tool with stakeholders and we recommend the following for continuous improvements.

* Woongjin Coway successfully identified key topics through the properly developed materiality assessment process and faithfully included them in the web and summary reports. The company provides clear criteria and targets for CSR assessment. For future improvement, it is advised to systemically pursue sustainability with mid- to long-term strategies, recognize high risks and hedge them with sustainability key performance indicators.

**Our independence**

With the exception of providing third party assurance services, KMR is not involved in any other WOONGJIN COWAY ’s business operations that are aimed at making profit in order to avoid any conflicts of interest and to maintain independence.

June, 24th, 2019

