



ClimateHero

Carbon offsetting 2022

Annual report and external review



Penneo dokumentnyckel: FVZMF-S8TYC-Y2BZE-T8M3T-18WPI-GF35K

Annual report

ClimateHero carbon offsetting 2022

The year 2022 was the fifth year of operations for Climate Hero AB. Since launch, more than 500 000 people have used ClimateHero carbon calculator to calculate their carbon footprints. On average, each person has promised to reduce their carbon footprint by 30%. That corresponds to a total pledged reduction of over 1 000 000 tons of CO₂e per year.

ClimateHero offers private people to offset their calculated carbon footprint to 200% as a monthly subscription. ClimateHero also offers gift cards loaded with carbon offsetting and helps companies to calculate and offset their carbon footprints.

The carbon offsetting is realized via a portfolio of climate positive projects, managed by ClimateHero. The overall goal is for the compensation to be of the highest possible quality, which is ensured by a guideline to only include Gold Standard certified projects. As the price of carbon credits has increased sharply in recent years, Climate Hero has during 2022 had a reservation to that guideline. The reservation states that, in case of continued price increases, a minority of the projects can be done through CDM certification, which the UN endorses. When we sum up the year, we can conclude that the reservation did not need to be activated. During the full year, 100% of the carbon offsetting was done in Gold Standard certified projects.

The accumulated volume from all user payments, from January 1st to 31st December 2022, summarizes to 34 629 ton CO₂e. The accumulated offset volume during 2022 summarizes to 35 552 ton CO₂e, meaning an over-supply of 3%, compared to the demanded volume.

The 34 629 ton was 100% allocated to Gold Standard Certified projects, divided as:

- Gold Standard - Wind Power
 - Saved volume from 2021 - 3962 ton
 - Refill during 2022 - 5000 ton
- Gold Standard - Bio Power - 21552 ton
- Gold Standard - Solar Power - 4115 ton

The future

During 2022, the market prices for carbon credits have stabilized, after the big rush that took place in 2020 and 2021. We assess that we can continue to buy only Gold Standard certified projects during 2023. We are hence updating our portfolio guideline for 2023 to state that 100% of compensated volume shall take place in projects with the "Gold Standard" certificate. The price situation will be reassessed every quarter and if there is a major change in the price picture, we reserve the right to update this guideline during the year. In that case, a signed and dated appendix to this document will be published.

1 / 29 / 2023



Robert Sabelström - Founder and Chairman

External assurance of the carbon offsetting practice during 2022

-A report of actual observations

We have, by commission of the board in Climate Hero AB (556815-2754), to provide assurance regarding the company's operations for carbon offsetting during the fiscal year 2022. Our assignment has been performed in accordance with ISRS 4400 – Assignment to perform assurance in accordance with the special agreement about financial information.

The assignment is limited to the procedures listed in the table below. All procedures have been passed without remarks.

Assurance opinion	Performed procedure	Observations
Whether the total accounted sales of carbon offsetting are correct	<p>We have reconciled the company's total reported sales of carbon offsetting in SEK against the company's summary of sold carbon offsetting in tons of CO₂e and SEK by confirming that:</p> <p>a) The summaries and formulas are correct in the company's compilation.</p> <p>b) That the prices and tons / per SEK correspond to the company's prices and conditions during the financial year.</p> <p>c) That the compiled information in SEK corresponds to the company's accounting</p>	<p>We have found that the company's total reported sales in SEK correspond to the company's summary.</p> <p>We found that:</p> <p>a) The company's summary of the carbon offsetting sold in 2022 sums up correctly and that the other formulas in the summary are correct.</p> <p>b) Used prices and tons / per SEK in the company's compilation correspond to the company's prices and conditions current during 2022.</p> <p>c) The information in the company's summary corresponds to the company's accounting</p>
Whether revenue recognized as sales correspond to at least 95% of tons sold in CO ₂ e	<p>We have examined sales / items that are recognized as revenue during the Financial Year (excluding for the revenue that stems from capitalized costs) correspond to at least 95% of tons of CO₂e sold in SEK and confirmed that:</p> <p>a) These invoices / items refer to income attributable to the financial year 2022.</p> <p>b) These invoices / items constitute sales of carbon offsetting in the form of tons of CO₂e.</p> <p>c) These invoices / items are correctly reflected in the accounting for the financial year 2022.</p>	<p>The sample we took shows that the examined invoices/items:</p> <p>a) Refers to income attributable to the financial year 2022.</p> <p>b) Constitutes sales of carbon offsetting in the form of tons of CO₂e.</p> <p>c) Invoices are correctly reflected in the company's accounting for the financial year 2022.</p>

<p>Whether the accounted sales for 2022 are attributable to the financial year</p>	<p>We have reviewed all of the invoices / items that are recognized as revenue during January 2023 and confirmed that:</p> <p>a) These invoices / items do not refer to income attributable to the financial year 2022.</p>	<p>We have found that the ten largest invoices / items regarding income during January 2023:</p> <p>a) Do not refer to income attributable to the financial year 2022.</p>
<p>Whether the purchases have been made in accordance with the business guidelines as well as occurring during the financial year</p>	<p>We have reviewed all purchases of carbon offsetting in tons of CO2e during the Financial Year and confirmed that:</p> <p>a) These purchases have been made in accordance with the company's communicated guideline with at least 75% of purchased tons of CO2e consisting of projects with the classification Gold Standard.</p> <p>b) These purchases were made during the Financial Year and do not refer to periods before or after the Financial Year.</p> <p>c) These purchases are correctly reflected in the accounts for the Financial Year.</p> <p>d) These purchases of tons of CO2e have been regulated by the counterparty.</p> <p>e) These purchases are paid in full or otherwise settled.</p>	<p>Our performed procedures of the company 's purchases of carbon offsetting show that:</p> <p>a) The purchases have been made in accordance with the company's communicated guideline with at least 75% of purchased tons of CO2e made in projects with the classification Gold Standard.</p> <p>b) The purchases were made during the financial year and do not refer to periods before or after the financial year.</p> <p>c) The purchases are correctly reflected in the annual report.</p> <p>d) The tons of CO2e sold have been regulated by the counterparty in a corresponding amount.</p> <p>e) The purchases are paid in full or has been otherwise settled.</p>

Our assignment is limited to the points above and does not include a complete audit of the company in accordance with ISA or a review in accordance with ISRE. Our report is limited to the above-mentioned review measures and our observations and should not be used for any other purpose.

Our report is made as of the date stated by our electronical signature.

Deloitte AB

Anders Rinzén

Authorized Public Accountant



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