



ASSURANCE STATEMENT

SGS Japan's Report on Sustainability Activities in the Daiichi Sankyo Co., Ltd. Annual Report 2019 and Environmental Data Book 2019.

NATURE AND SCOPE OF THE ASSURANCE

SGS Japan Inc. was commissioned by Daiichi Sankyo Co., Ltd. (hereinafter referred to as "the Organization") to conduct an independent assurance of its Annual Report 2019 and Environmental Data Book 2019 (hereinafter referred to as "the Report"). The scope of the assurance, based on the SGS Sustainability Report Assurance methodology, included the stakeholder management process, data on greenhouse gas (GHG) emissions (Scope 1, 2, and category 1 of Scope 3), energy consumption, amount of water, amount of wastes, the information of BOD/COD and the management systems supporting the reporting process.

The Scope of each assurance is limited to it indicated on their home page.

The information contained in the Report is the responsibility of the directors or governing body and the management of the organization. SGS Japan Inc. has not been involved in the preparation of any of the material included in the Report.

Our responsibility is to express an opinion on the text, data, graphs and statements within the scope of assurance with the intention to inform all the organization's stakeholders.

The SGS protocols are based upon internationally recognized guidance, including the Principles contained within the Global Reporting Initiative (GRI) Sustainability Reporting Guidelines for accuracy and reliability and the guidance on levels of assurance contained within the AA1000 series of standards and guidance for Assurance Providers.

This report has been assured at a moderate level of scrutiny using our protocols for:

- evaluation of content veracity;
- AA1000 Assurance Standard (2008) Type 2 evaluation of the report content and supporting management systems against the AA1000 Accountability Principles (2008);
- evaluation against the ISO14064-3 (2006);

The assurance comprised a combination of pre-assurance research, interviews with the management and the person in charge of producing the report, onsite visits (Daiichi Sankyo Co., Ltd. Shinagawa R&D Center and Daiichi Sankyo Propharma Co., Ltd. Hiratsuka Plant), verification and confirmation of vouchers, review of related materials and records, and analytical procedures.

Financial data drawn directly from independently audited financial accounts has not been checked back to source as part of this assurance process.

STATEMENT OF INDEPENDENCE AND COMPETENCE

The SGS Group of companies is the world leader in inspection, testing and verification, operating in more than 140 countries and providing services including management systems and service certification; quality, environmental, social and ethical auditing and training; and environmental, social and sustainability report assurance. SGS Japan Inc. affirms our independence from the organization, being free from bias and conflicts of interest with the organization, its subsidiaries and stakeholders.

The assurance team was assembled based on the knowledge, experience and qualifications of the each of the team members for this assignment, and comprised auditors registered with lead auditors of ISO9001, ISO14001, ISO45001, and lead verifiers of greenhouse gas emissions.

ASSURANCE OPINION

Within the scope of the assurance activities employing the methodologies described above, nothing has come to our attention that caused us to believe that the information and data contained within the Report does not provide a fair and balanced description of the organization's sustainability activities from 1st April, 2018 to 31st March, 2019.

The assurance team is of the opinion that the Report can be used by the Reporting Organization's Stakeholders. We believe that the organization has chosen an appropriate level of assurance for this stage in their reporting.

AA1000 ACCOUNTABILITY PRINCIPLES (2008) CONCLUSIONS, FINDINGS AND RECOMMENDATIONS

Inclusivity

The Company considers social issues such as the stable supply of pharmaceutical products, unmet medical needs, and improved access to pharmaceutical products as social requirements, and the business activities of the Company are for realizing and responding to these requirements. The Company creates social value through these activities, while responding to sustainability issues at the same time. The Company's responses to these social and sustainability issues meet the needs and expectations of its various stakeholders. The Company discloses how it responds to these social issues in reports on its CSR activities.

The Company conducts its CSR activities with a management cycle that includes communication with its stakeholders, extraction of issues, prioritization of issues, and responses to prioritized issues.

Based on the foregoing, we confirm in this verification that the Company complies with the principle of inclusivity.

Materiality

The Company deeply understands the needs and expectations of its various stakeholders through the process of communication with them. The Company extracts issues in consideration of the information obtained from its stakeholders and results of surveying by a CSR/ESG rating agency. The extracted issues are evaluated and prioritized based on the following two axes: needs and expectations of society, and medium to long term relevance with the Company's business. The extracted issues are disclosed in the Report as 36 materialities. Based on the foregoing, we confirm in this verification that material issues are identified.

Responsiveness

The Company as a whole and related departments respond to the 36 materialities as their business activities. The Company reports to its stakeholders by disclosing actual cases of its efforts in the Report. In addition, the Company discloses relationships between the issues and the SDGs in the Report.

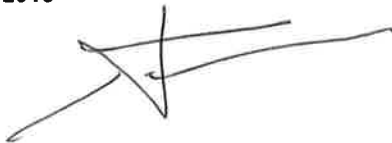
Based on the foregoing, we confirm in this verification that the Company is responding to the issues.

For and on behalf of SGS Japan Inc.

Senior Executive & Business Manager
Certification Services Division

Yuji Takeuchi

17 June, 2019



AA1000

Licensed Assurance Provider
000-8

Verification Statement



12 June 2018

Dr. Sunao Manabe, DVM, Ph.D.
Representative Director, President and COO
DAIICHI SANKYO COMPANY, LIMITED

Objective

SGS Japan Inc. (hereinafter referred to as "SGS") was commissioned by DAIICHI SANKYO COMPANY, LIMITED (hereinafter referred to as "the Organization") to conduct independent verification based on Criteria of Verification (ISO14064-3: 2006 and the SGS verification protocol) regarding the data prepared by the Organization on the scope of verification (hereinafter referred to as "the assertion"). The objective of this verification is to confirm that the assertion in the Organization's applicable scope has been correctly calculated and reported in the assertion in conformance with the criteria, and to express our views as a third party.

Scope

The scope of verification is limited to the assertion at the Organization and all of its domestic group plants and offices, and 2 of its overseas group plants.

GHG emissions included in the assertion are Scope 1 and 2: energy-related CO₂ emissions and CO₂ emissions from non-energy consumption derived from incineration of wastes, Scope 3: category 1 (purchased raw materials and goods). The assertion also includes production water usage for 12 domestic and overseas sites, effluent discharge for 7 domestic and overseas sites, waste discharge from 10 domestic sites and water quality (BOD, COD) for 5 domestic sites which discharge into Area of Public Waters.

The period subject to report is from 1 April 2017 to 31 March 2018.

Procedure of Verification

The assertion was verified in accordance with Criteria of Verification, and the following processes were implemented at a limited level of assurance:

- Verification of the calculation system: Interviews on the measurement, tabulation, calculation and reporting methods employed by the Organization as well as review of related documents and records
- Verification of the assertion: On-site verification at Tatebayashi Plant of Daiichi Sankyo Chemical Pharma Co.,Ltd. and Kitamoto site of Kitasato Daiichi Sankyo Vaccine Co., Ltd., and review of vouchers at the head office, performance of analytical procedures and interviews at the head office for the other sites in the scope of verification

The criteria for this review is based on GHG Emissions Calculation and Reporting Manual Ver.4.3, Calculation procedure of GHG Emissions related to purchased products and services specified by the Organization and the Database of emissions unit values on Accounting for Greenhouse Gas Emissions throughout the Supply Chain, Ver. 2.5.

Conclusion

Within the scope of the verification activities employing the methodologies mentioned above, nothing has come to our attention that caused us to believe that the Organization's assertion (Scope1 : 85,639 t-CO₂ (domestic sites : 84,283 t-CO₂, overseas sites : 1,356 t-CO₂), Scope2 : 100,549 t-CO₂ (domestic sites : 85,382 t-CO₂, overseas sites : 15,167 t-CO₂), Scope3 : 646,985 t-CO₂) was not calculated and reported in conformance with the criteria.

SGS Japan Inc. affirms our independence from the organization, being free from bias and conflicts of interest with the Organization.

For and on behalf of SGS Japan Inc
Senior Executive & Business Manager
Certification and Business Enhancement

Yuji Takeuchi

Signed:



Dr. Sunao Manabe, DVM, Ph.D.
Representative Director, President and COO
DAIICHI SANKYO COMPANY, LIMITED

Objective

SGS Japan Inc. (hereinafter referred to as "SGS") was commissioned by DAIICHI SANKYO COMPANY, LIMITED (hereinafter referred to as "the Organization") to conduct independent verification based on Criteria of Verification (ISO14064-3: 2006 and the SGS verification protocol) regarding the data prepared by the Organization on the scope of verification (hereinafter referred to as "the assertion"). The objective of this verification is to confirm that the assertion in the Organization's applicable scope has been correctly calculated and reported in the assertion in conformance with the criteria, and to express our views as a third party.

Scope

The scope of verification is limited to the assertion at the Organization and its domestic group plants and offices, and 2 its overseas group plants.

GHG emissions included in this performance data are Scope 1 and 2; CO₂ emissions from energy consumption and CO₂ emissions from non-energy consumption derived from incineration of wastes for domestic and overseas sites, Scope 3: category 1 (purchased raw materials and goods by the Organization and DAIICHI SANKYO HEALTHCARE CO.,LTD.), water usage and effluent discharge for 12 domestic and overseas sites, waste generation and water quality (BOD, COD) for 10 domestic sites.

The period subject to report is from April 1, 2016 to March 31, 2017.

Procedure of Verification

The assertion was verified in accordance with Criteria of Verification, and the following processes were implemented at a limited level of assurance:

- Verification of the calculation system: Interviews on the measurement, tabulation, calculation and reporting methods employed by the Organization as well as review of related documents and records
- Verification of the assertion: On-site verification, review of vouchers at Takatsuki Plant of Daiichi Sankyo Propharma Co.,Ltd., Onahama Plant of Daiichi Sankyo Chemical Pharma Co.,Ltd. and analytical procedures and interviews carried out at all works included in the scope of verification

The criteria for this review is based on "GHG Emissions Calculation and Reporting Manual Ver.4.2", and the protocol specified by the Organization.

Conclusion

Within the scope of the verification activities employing the methodologies mentioned above, nothing has come to our attention that caused us to believe that the Organization's assertion was not calculated and reported in conformance with the criteria.

SGS Japan Inc. affirms our independence from the organization, being free from bias and conflicts of interest with the Organization.

For and on behalf of SGS Japan Inc
Senior Executive & Business Manager
Certification and Business Enhancement

Yuji Takeuchi



Verification Statement

June 17 2016

Mr. Joji Nakayama
 Representative Director, President and CEO
 DAIICHI SANKYO COMPANY, LIMITED

Objective

SGS Japan Inc. (hereinafter referred to as "SGS") was commissioned by DAIICHI SANKYO COMPANY, LIMITED (hereinafter referred to as "the Organization") to conduct independent verification based on ISO14064-3:2006 regarding the data prepared by the Organization on performance data of GHG emissions (hereinafter referred to as "the assertion"). The objective of this verification is to confirm that the assertion in the Organization's applicable scope have been correctly calculated and reported in the assertion in conformance with the criteria, and to express our views as a third party.

Scope

The scope of verification is limited to performance data of GHG emissions from 14 domestic plants, offices and distribution centers.

GHG emissions included in this performance data are Scope 1, 2 and Scope3: Category 1.

The period subject to report is from April 1, 2015 to March 31, 2016.

Procedure of Verification

The assertion was verified in accordance with ISO14064-3: 2006, and the following processes were implemented at a limited level of assurance:

- Verification of the calculation system: interviews on the measurement, tabulation, calculation and reporting methods employed by the Organization as well as review of related documents and records
- Verification of the assertion: On-site verification, review of vouchers at Hiratsuka Plant of Daiichi Sankyo Prophama Co.,Ltd., Odawara Plant of Daiichi Sankyo Chemical Pharma Co., Ltd , Building A/B located in the global headquarters of Daiichi Sankyo and analytical procedures and interviews carried out at all works included in the scope of verification at head office.

The criteria for this review is based on "The Calculating and Reporting Manual for Greenhouse Gas Emissions Ver.4.0" of the Ministry of the Environment and the protocol specified by the Organization.

Conclusion

Within the scope of the verification activities employing the methodologies mentioned above, nothing has come to our attention that caused us to believe that the Organization's assertion was not calculated and reported in conformance with the criteria.

For and on behalf of SGS Japan Inc
 Senior Executive & Business Manager
 Certification and Business Enhancement

Yuji Takeuchi

