

# KPMG REPORT OF FACTUAL FINDINGS

## REGARDING THE AGREED-UPON PROCEDURES (“AUP”) ENGAGEMENT: TONNAGES OF PVC RECYCLED IN THE EU-28 (PLUS NORWAY AND/OR SWITZERLAND) IN 2019, WITHIN THE DIFFERENT PROJECTS OF VINYLPLUS

To the General Manager of VinylPlus AISBL (hereafter “VinylPlus”)

We have performed the procedures agreed with you and enumerated below with respect to the tonnages of recycled PVC (within the following projects of VinylPlus) in 2019:

- in the EU-28 by the sector association The European Plastic Pipes and Fittings Association (hereafter “TEPPFA”);
- in the EU-28 (plus Norway and Switzerland) within the ROOFCOLLECT system by the members of the sector association European Single ply Waterproofing Association (hereafter “ESWA”) and by the sector association European PVC window Profile and related building Products Association (hereafter “EPPA”);
- in the EU-28 (plus Norway and Switzerland) by the (members of the) Arbeitsgemeinschaft PVC-Bodenbelag Recycling (hereafter “AgPR”) and ReVinylFloor;
- in the EU-28 (plus Norway and Switzerland) within the IVK Europe project; and
- in the EU-28 (plus Switzerland) within the operations of Recovynil;

as set forth in the accompanying engagement letter dated February 28, 2020. Our engagement was undertaken in accordance with the International Standard on Related Services (ISRS 4400) applicable to Agreed-Upon Procedures Engagements. The procedures were performed solely to assist you in evaluating the tonnages of recycled PVC within the above-mentioned projects of VinylPlus in 2019 and are summarised as follows:

With regard to the MS Excel spreadsheet “KPMG calculation\_consoRecycled\_VinylPlus (2019)” for the accounting period January 1, 2019 to December 31, 2019, prepared by management of VinylPlus, regarding the tonnages of recycled PVC (within the above-mentioned projects of VinylPlus) in 2019, we performed the following procedures:

1. Verify, in sheet “VinylPlus 2019” (which contains detailed calculations for the management of VinylPlus), whether the quantities mentioned in the columns H, L, M and N, regarding the quantities of PVC that have been recycled in 2019 by the different projects of VinylPlus, agree with quantities that are mentioned in the:
  - Reports of Factual Findings regarding the Agreed-Upon Procedures (“AUP”) Engagements performed by KPMG Réviseurs d’Entreprises SCRL / KPMG Bedrijfsrevisoren CVBA concerning tonnages of PVC recycled in the EU-28 plus Switzerland in 2019, within the operations of Recovynil;
  - Recycling confirmations regarding PVC flooring;

- Extracts of Recovynil internal audit tracking system on audit status for relevant companies;

- Communication from the concerned projects of VinylPlus;

obtained by management of VinylPlus and/or the Senior Project Controller, Mr Geoffroy Tillieux.

2. Verify, in sheet “VinylPlus 2019” the mathematical accuracy of the calculations (to avoid double counting), regarding the quantities recycled PVC in 2019.
3. Verify, in sheet “Table for progress report” (which contains the table for publication in the VinylPlus Progress Report 2020), the mathematical accuracy of the calculations in column F regarding the tonnages recycled in 2019, based on the concerned tonnages mentioned in sheet “VinylPlus 2019”.

*The table mentioned above is reproduced in the VinylPlus Progress Report 2020, at page 31 with a total recycled tonnage for 2019 of 771,313 tonnes.*

We report our findings below:

- with respect to the procedures 1, 2 and 3, we found no exceptions.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the tonnages of recycled PVC within the above-mentioned projects of VinylPlus in 2019.

Had we performed additional procedures or had we performed an audit or review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not be used for any other purpose or be distributed to any other parties, except for publication for informational purposes in the VinylPlus Progress Report 2020. Should any third party wish to rely on the report for any purpose they will do so entirely at their own risk. This report relates only to the tonnages of recycled PVC within the above-mentioned projects of VinylPlus in 2019 and items specified above and does not extend to any financial statements of VinylPlus, taken as a whole.

**KPMG Réviseurs d’Entreprises SCRL**

Statutory Auditor represented by



**DOMINIC ROUSSELLE,**  
Réviseur d’Entreprises

Mont-Saint-Guibert, March 18, 2020