

A female scientist with dark hair tied back, wearing safety goggles and blue gloves, is focused on her work in a laboratory. She is wearing a white lab coat and is positioned in front of a piece of scientific equipment. The background is a blurred laboratory setting with other equipment and people. The overall tone is professional and scientific.

SECURING A HEALTHIER, SAFER FUTURE

STATEMENT OF GREENHOUSE GAS (“GHG”)
EMISSIONS FOR THE YEAR ENDED
DECEMBER 31, 2022



Statement of Greenhouse Gas (“GHG”) Emissions

Management’s Assertion

Management of Varex Imaging (“the Company”) is responsible for the completeness, accuracy, and validity of the Company’s Statement of Greenhouse Gas (“GHG”) Emissions for the year ended December 31, 2022 (the “Statement”). Management is also responsible for the collection, quantification, and presentation of the disclosures included in the Statement and for the selection of the criteria, which management believes provide an objective basis for measuring and reporting. Management of Varex Imaging asserts that the Company’s Statement of GHG Emissions for the year ended December 31, 2022, is prepared in accordance with the Global Reporting Initiative (GRI) 305: Emissions 2016, specifically, 305-1 “Direct (Scope 1) GHG emissions” and 305-2 “Energy Indirect (Scope 2) GHG emissions” (“GRI 305: Emissions”).

Measurement of certain amounts includes estimates and assumptions that are subject to inherent measurement uncertainty resulting, for example, from accuracy and precision of greenhouse gas emission factors or estimation methodologies used by management. The selection by management of different but acceptable measurement methods, input data, or assumptions may have resulted in materially different amounts or specified information being reported.

GHG Emission Type	2022 Metric Tonnes of CO2e
Total Scope 1 GHG Emissions	4,195
Total Scope 2 GHG Emissions (market-based)	11,527
Total Scope 2 GHG Emissions (location-based)	12,247
Total GHG Emissions (market-based)	15,722
Total GHG Emissions (location-based)	16,442

GHG reporting scope and boundary

The Statement of GHG Emissions for the year ended December 31, 2022, includes Scope 1 and 2 GHG emissions reported for operations within the organizational boundary. Varex Imaging uses the operational control approach to set organizational boundaries for the GHG inventory, including both corporate owned and leased facilities. Varex Imaging is responsible for GHG emissions from locations (whether leased or owned) for which the Company has direct control over operations.

Scope 1 GHG emissions include direct emissions from fuel consumption of onsite fuel combustion and mobile fuel combustion from all owned and leased vehicles. Varex Imaging’s primary onsite fuels are natural gas, propane, and diesel fuel.

Scope 2 GHG emissions include indirect emissions from purchased electricity and steam. We include both location-based and market-based Scope 2 emissions. Scope 2 market-based emissions incorporate a renewable energy power purchase

agreement in Salt Lake City, Utah. When calculating market-based emissions, a zero-emission factor is used if renewable energy contracts meet Scope 2 market-based criteria. Otherwise, we consider the next available emissions factors per the market-based emission factors hierarchy. CO2 residual mix factors were used where available. Residual mix factors for CH4 and N2O were not available, so location-based factors were applied. Sites within Asia, the Middle East, and Latin America did not have residual emission factors available, therefore, location-based factors were applied to energy from sites located within aforementioned geographies.

In the current year, Varex Imaging did not purchase or use any carbon offsets or have any biogenic emissions.

Greenhouse gases

The following three greenhouse gases are included as part of this inventory: carbon dioxide (CO₂), methane (CH₄), and nitrous oxide (N₂O). Hydrofluorocarbons (HFC), sulfur hexafluoride (SF₆), perfluorocarbons (PFCs) and nitrogen trifluoride (NF₃) have been omitted from our reporting as they are not emitted from Varex Imaging's operations.

Base Year

The Company has tracked their GHG emissions annually since 2017. No recalculation of base year emissions has been performed in 2022.

GHG emissions calculation methodology

Varex Imaging has used Nasdaq Metrio, a Sustainability Data Management Platform, to independently calculate GHG emissions in accordance with the principles of GRI 305: Emissions. Actual activity data has been collected from all entities within the organizational boundary on a monthly basis by Varex Imaging. If actual activity data was not available, estimates based on square footage of those sites were made. The activity data is multiplied by an appropriate emission factor and global warming potential (GWP-100 AR6) to calculate Scope 1 and 2 emissions for Varex Imaging.

The GHG emissions have been calculated using emission conversion factors published by the following sources:

- Environmental Protection Agency (EPA) from April 2023, including EPA activity emissions factors where applicable for Scope 1 and Emissions & Generation Resource Integrated Database (eGRID) factors for location-based approach Scope 2 for sites within the US;
- International Energy Agency (IEA) from September 2022 for Scope 1 and location-based approach Scope 2 for all other sites outside of the US;
- Green-e® residual mix emissions factors for market-based Scope 2 approach for sites within the US (2022), where applicable;
- Association of Issuing Bodies (AIB) database for residual emissions factors for market-based Scope 2 approach for sites within Europe (2022), where applicable.



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