



Verification Statement

The 2016 GHG Emissions and Water Consumption Verification Report prepared by POINT380, including any conclusions and opinions, are addressed to Caesars and are solely for Caesars' benefit in accordance with the terms in the related POINT380 consulting services agreement. The information contained therein, its presentation to CDP and inclusion in Corporate Social Responsibility reports are the sole responsibility of Caesars. POINT380 was not involved in the drafting of any reports other than the Verification Report and this Verification Statement.

POINT380's duties in relation to the Verification Report are owed exclusively to the management of Caesars. POINT380's sole responsibility is to provide independent verification on the accuracy of selected information included in Caesars' 2016 GHG emissions and water consumption datasets, and express a conclusion as to whether the assertions contained in the inventories are presented fairly in accordance with (1) ISO 14064-1 *Specification with guidance at the organization level for quantification and reporting of greenhouse gas emissions and removals*, and (2) Global Reporting Initiative's (GRI), *G4 Sustainability Reporting Guidelines*.

POINT380 does not accept or assume any responsibility or liability for any loss to Caesars, CDP or any third party acting, or refraining from action, as a result of access to the Verification Report or Verification Statement.

Boundary and Scope

POINT380 has been engaged by Caesars to examine two components of Caesars' 2016 environmental data:

1. GHG emissions associated with resource consumption
 - Scope 1 – direct emissions;
 - Scope 2 – indirect emissions,
 - Location-based accounting method;
 - Market-based accounting method; and
 - Scope 3 – other indirect emissions, including global corporate business travel: commercial airline and passenger rail.
2. Water consumption

The verification was conducted on the reported Scope 1, Scope 2 and limited Scope 3 emissions; and water consumption for operations based in the United States. This includes all resource consumption from facilities that are under Caesars' *operational control*: resort properties, hotels, restaurants, offices, and fleet vehicles, for its United States operations.

The inventory includes four of the GHGs required for accounting/reporting by the UNFCCC/Kyoto Protocol:

- Carbon dioxide (CO₂);
- Methane (CH₄);

- Nitrous oxide (N₂O); and
- Hydrofluorocarbons (HFCs).

There are no significant sources of perfluorocarbons (PFCs), sulphur hexafluoride (SF₆), and nitrogen trifluoride (NF₃) – the remaining GHGs required for accounting/reporting by the UNFCCC/Kyoto Protocol – in Caesars’ operations.

Period Covered

Caesars’ GHG emissions and water consumption assertions cover the 2016 calendar year: 1 January 2016 to 31 December 2016.

Data Verified

The final GHG emissions and water consumption quantities verified were presented in three sources:

1. “2017_06_09 Caesars 2016 GHG Inventory Final_Rev3.xlsx” [June 2017]
Location-based GHG accounting method
2. “2017_06_09 Caesars Scope 2 Market-based Figure Final_Rev2.xlsx” [June 2017]
Market-based GHG accounting method
3. “_Final Inventory_2017-05-22.xlsx” [May 2017]
Water consumption

Verified quantities are as follows:

Item	Quantity	% of Total
Scope 1 emissions	214,365 mtCO ₂ e	92%
Scope 2 location-based emissions	631,651 mtCO ₂ e	95%
Scope 2 market-based emissions	580,119 mtCO ₂ e	94%
Scope 3 emissions	4,169 mtCO ₂ e	13%
Water consumption	4,133,089 gallons	97%

Year-over-year emissions change:

Category / Year	2015	2016	Percent Change
Scope 1 mtCO ₂ e	220,245	214,365	-2.7%
Scope 2 mtCO ₂ e (location)	755,412	631,651	-16.4%
Scope 2 mtCO ₂ e (market)	632,710	580,119	-8.3%
Scope 3 mtCO ₂ e	3,932	4,169	+6.0%

Historic data was used to inform the calculation of this assertion.

Methodology

This Verification has been developed based on principles and methods described in (1) ISO 14064-3 *Specification with Guidance for the validation and verification of greenhouse gas*

assertions, and (2) GRI’s *G4 Sustainability Reporting Guidelines*. The verification has been conducted to achieve a *limited level of assurance*. Given the status of Caesars’ GHG emissions and water consumption data and management system, a limited level of assurance verification was appropriate for this project.

As part of the independent assessment POINT380 performed the following tasks:

- Examination of the 2016 GHG emissions and water consumption data;
- Examination of underlying calculations to confirm the formula references and accumulation of data, and re-performance of a sample of the calculations;
- Determine whether the elements of the protocol reference were consistently and appropriately applied;
- Cross-check of emissions factors against referenced sources and assessment of the appropriateness of the selected factors;
- Evaluation of potential errors, omissions or misrepresentations resulting from data input, transformation and/or output processes; and
- Collection of testimonial evidence (i.e. interviews), data review and sampling to provide an understanding of management/operational and control procedures to be implemented by the responsible party to ensure the quality, integrity and security of the GHG and water information.

It should be noted that GHG, energy use, emissions intensity, and water consumption data are subject to inherent limitations. In accordance with approved procedures for calculating environmental data, a number of different measurement techniques may be utilized. Based on the computation method applied, the accuracy of resource consumption/generation estimates can vary, and may yield materially different results.

Findings

It is POINT380’s opinion that based on the verification methodology and activities described above, there is no evidence that Caesars’ 2016 GHG emissions and water consumption assertions are not:

- Founded upon appropriate systems for the collection, aggregation and analysis of quantitative data for determination of Scope 1 (direct), Scope 2 (indirect) and Scope 3 (other indirect) emissions; and water consumption data;
- Correct at a *limited* level of assurance;
- Meets the minimum level of accuracy of at least 95 percent;
- Accurate, materially correct, and a fair representation of GHG emissions and water consumption data and information; and
- Prepared in accordance with ISO 14064-1 and GRI G4 guidelines, including associated requirements for the design, development, management, reporting and verification of an organization's environmental data.

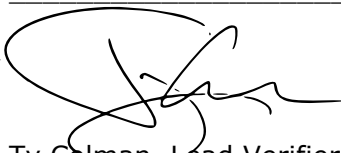
Based on POINT380’s examination, Caesars’ 2016 GHG emission and water consumption assertions (below) are presented fairly and in accordance with the verification criteria, in all material respects.

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Statement of Independence, Impartiality and Competence

POINT380 is an independently owned operated consulting services company that specializes in technical analysis and innovation for efficiency and renewable resources. POINT380 has considerable experience in the development, reporting and verification of GHG emissions information for industrial, utility, municipal and corporate clients. No member of the verification team has a business relationship with Caesars, its Directors or Managers beyond that required of this verification. POINT380 has conducted this verification independently, and there has been no conflict of interest.



Ty Colman, Lead Verifier
June 19, 2017
Boulder, Colorado