



Compliance with Voluntary Carbon Market Disclosure Act

California Assembly Bill No. 1305

Background and purpose

California Assembly Bill 1305, the Voluntary Carbon Market Disclosure Act (“VCMDA”), requires certain disclosures, beginning January 1, 2024, for entities that sell, market, purchase or use voluntary carbon offsets within the State of California, as well as entities that make net zero or carbon neutral claims in the state (VCMDA Section 44475.2). To comply with the requirements of the VCMDA, Mastercard Incorporated (“Mastercard”) discloses the necessary information on its company website at the following locations.

Net zero and carbon neutral claims

For more than five years, Mastercard has reported our GHG emissions for our full value chain (Scope 1, 2 and 3). We strive to reduce the climate impact of our global operations and value chain with a goal to achieve Net Zero GHG emissions across our Scope 1, 2 and 3 emissions by 2040 and have achieved carbon neutrality for our global operations (Scope 1 and 2) since 2020.

The required disclosures can be found within Mastercard’s documents included below:

Claims	Details	Where progress is disclosed	Scope of third-party assurance
Net Zero	We have a goal to achieve Net Zero GHG emissions across our Scope 1, Scope 2 and Scope 3 emissions by 2040, aligned with Science Based Targets Initiative’s (SBTi’s) recommendations.	Mastercard publicly reports on our approach and progress towards our Net Zero and related GHG goals in our annual Environmental, Social and Governance Report – Environment section available here.	Mastercard’s Scope 1, 2 and 3 GHG emissions inventory assurance was completed by an independent third-party auditor and can be found in the Appendix of our latest ESG report on our website here.
100% carbon neutral for our global operations	Since 2020, Mastercard’s global operations (Scope 1 and 2) have been carbon neutral, achieved through ongoing decarbonization efforts, energy efficiency, usage of 100% renewable electricity, and purchase of carbon credits to address residual emissions.	Mastercard publicly reports on our approach and progress towards our Carbon Neutral goal in our annual Environmental, Social and Governance Report – Environment Section available here.	Mastercard’s GHG emissions inventory assurance (including Scope 1 and 2) was completed by an independent third-party auditor and can be found in the Appendix of our latest ESG report on our website here. All of the carbon credits that we purchase and use are registered with leading carbon market standards programs that require independent, third-party verification of projects and the corresponding emission reductions and/or removals achieved.