



LCA: an enabler for a Net Zero Economy

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Why are you working with Life Cycle Assessment?



What do you want to achieve?

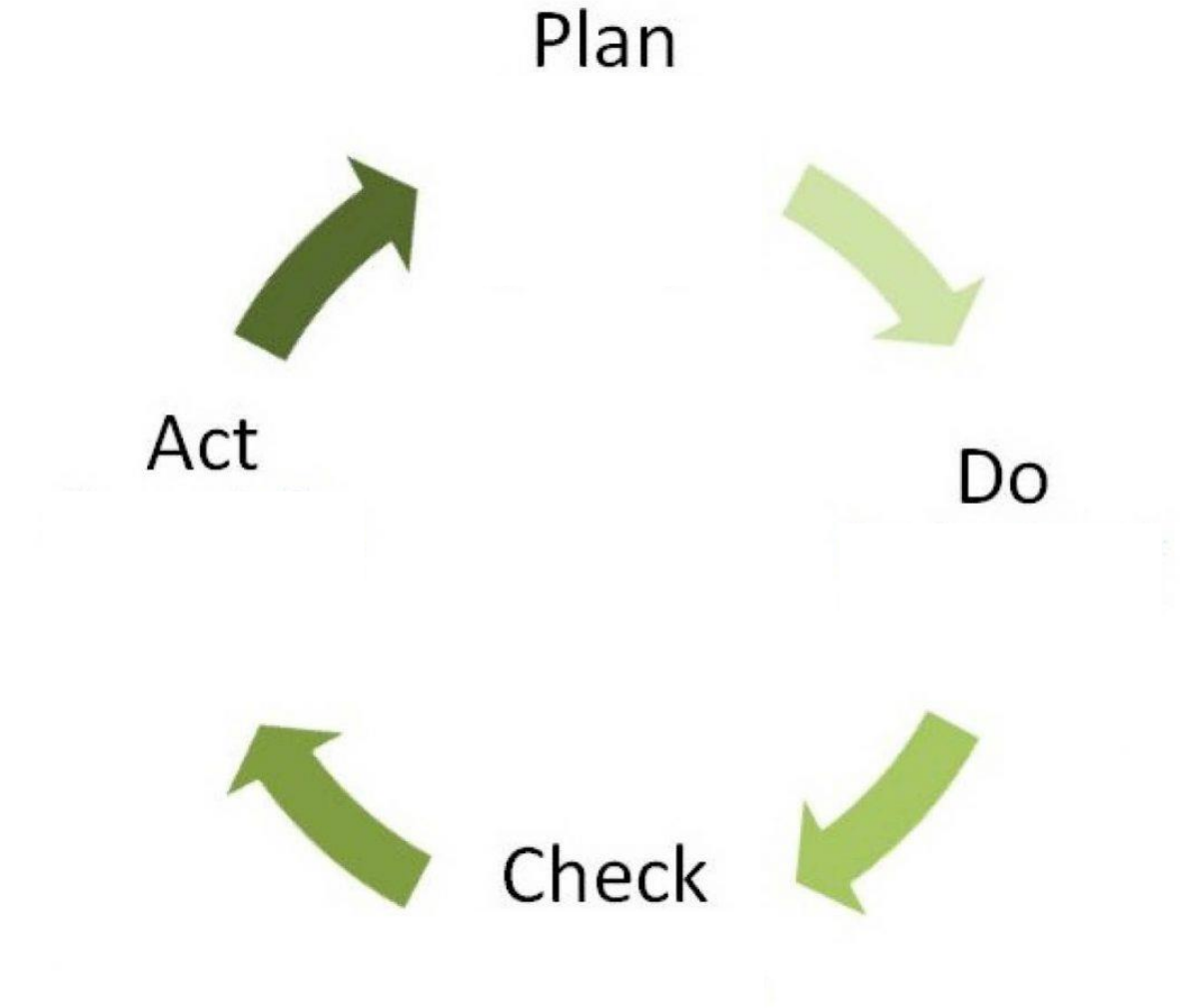
Navigating without a destination



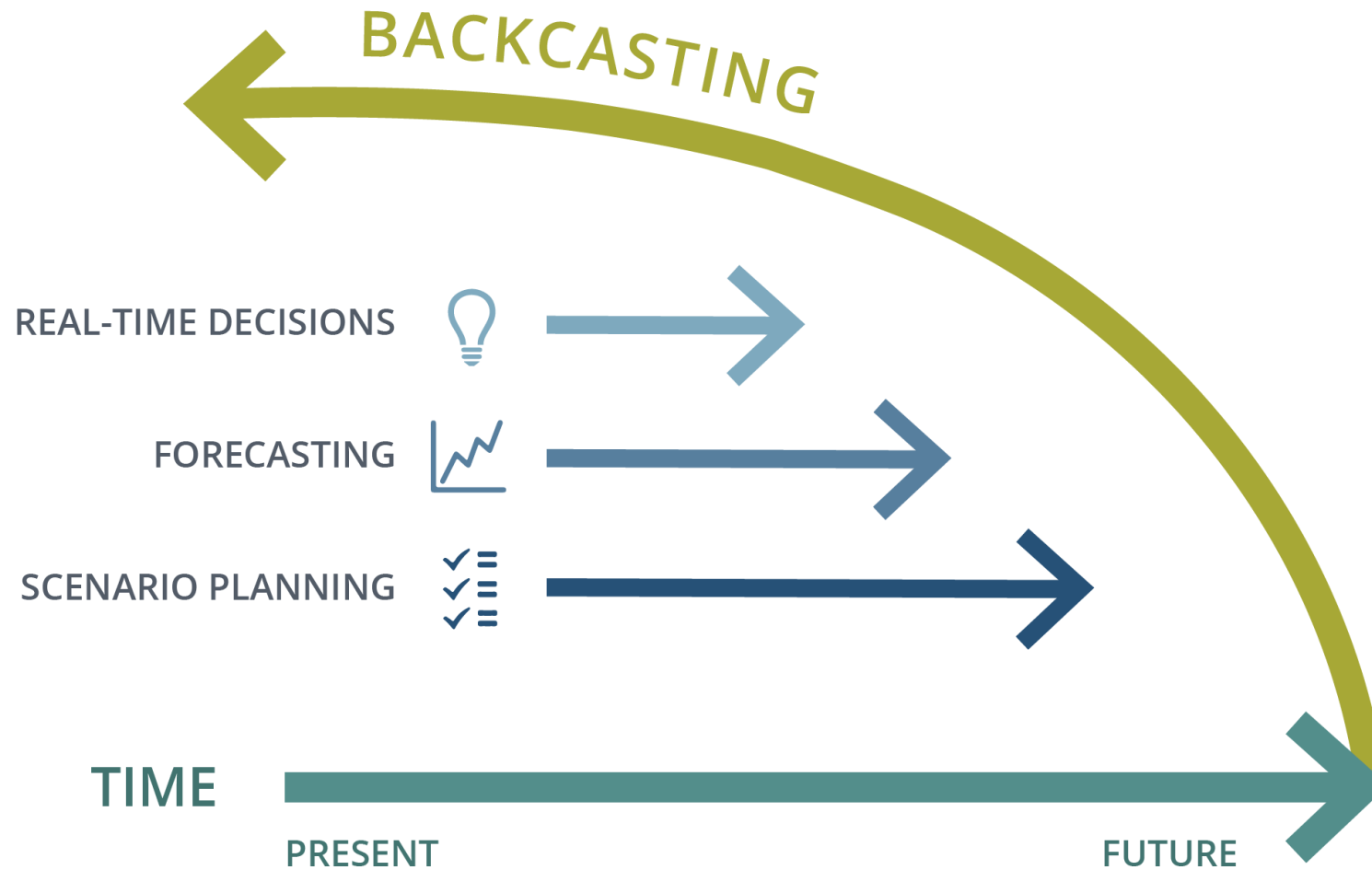
Guided by Environmental management systems
Setting incremental targets based on what seems
financially sound



Carbon Disclosure Project
Dow Jones Sustainability Index
Etc.

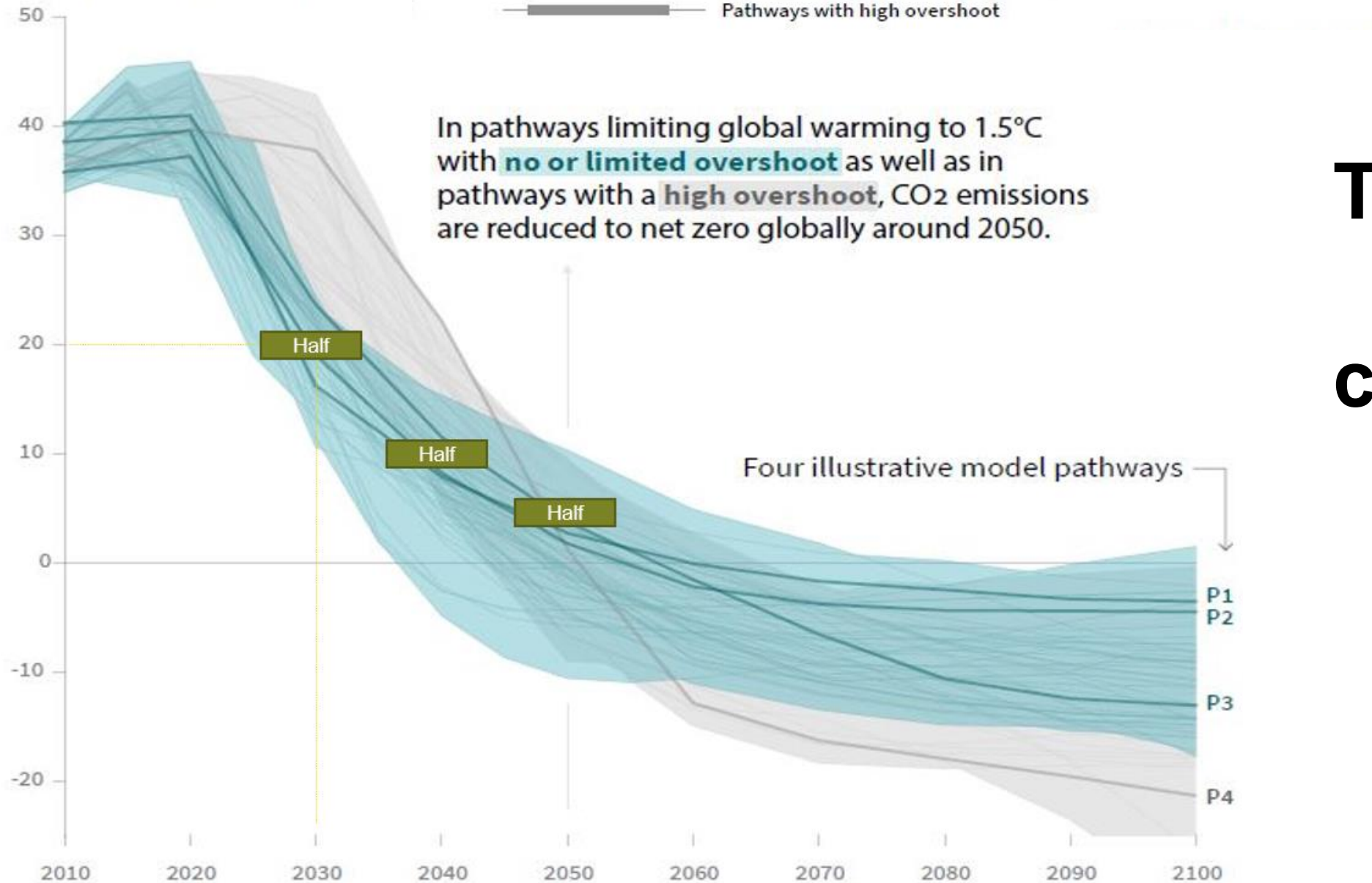


Finding the future we want... and getting there



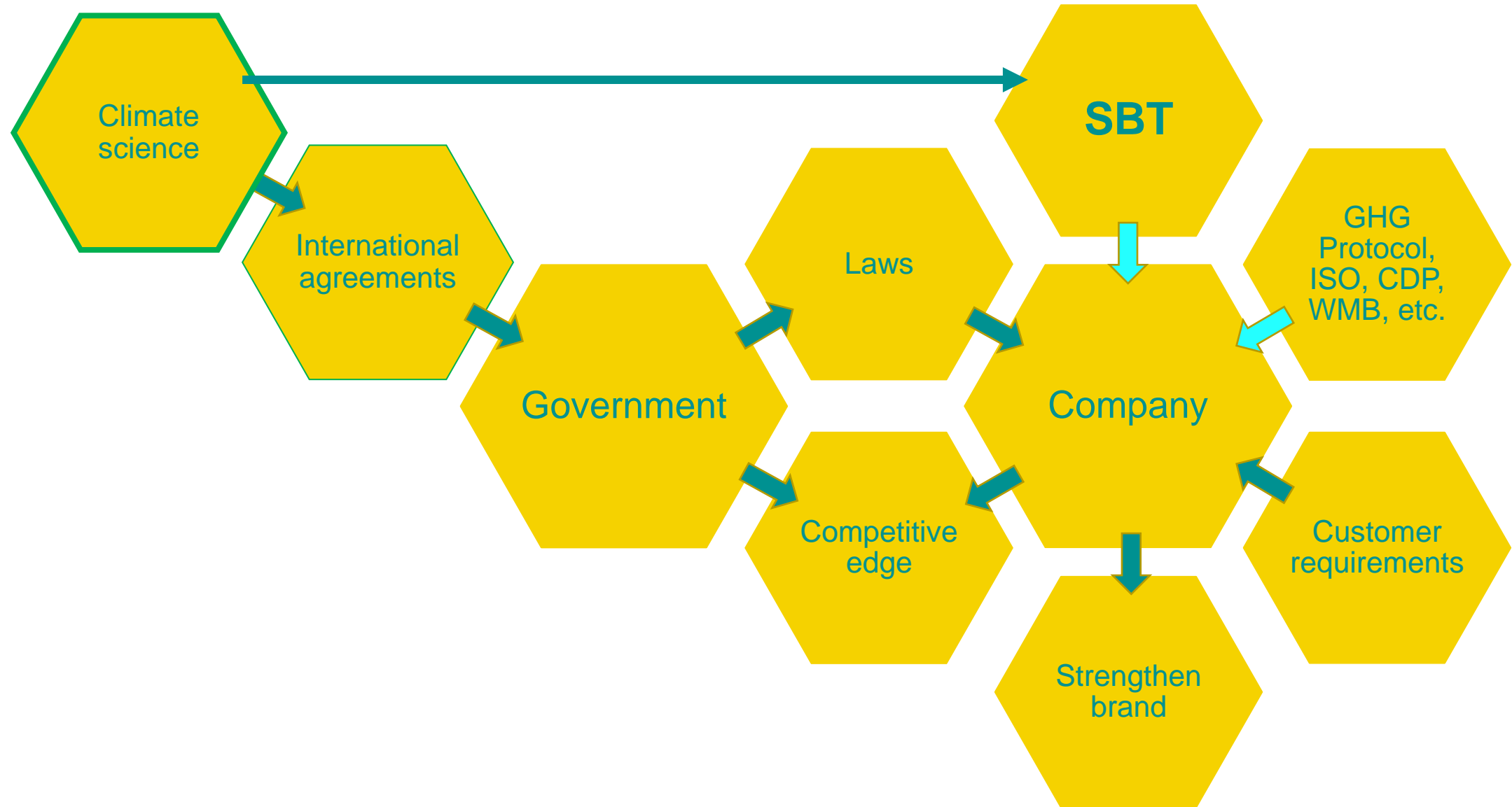
Global total net CO₂ emissions

Billion tonnes of CO₂/yr

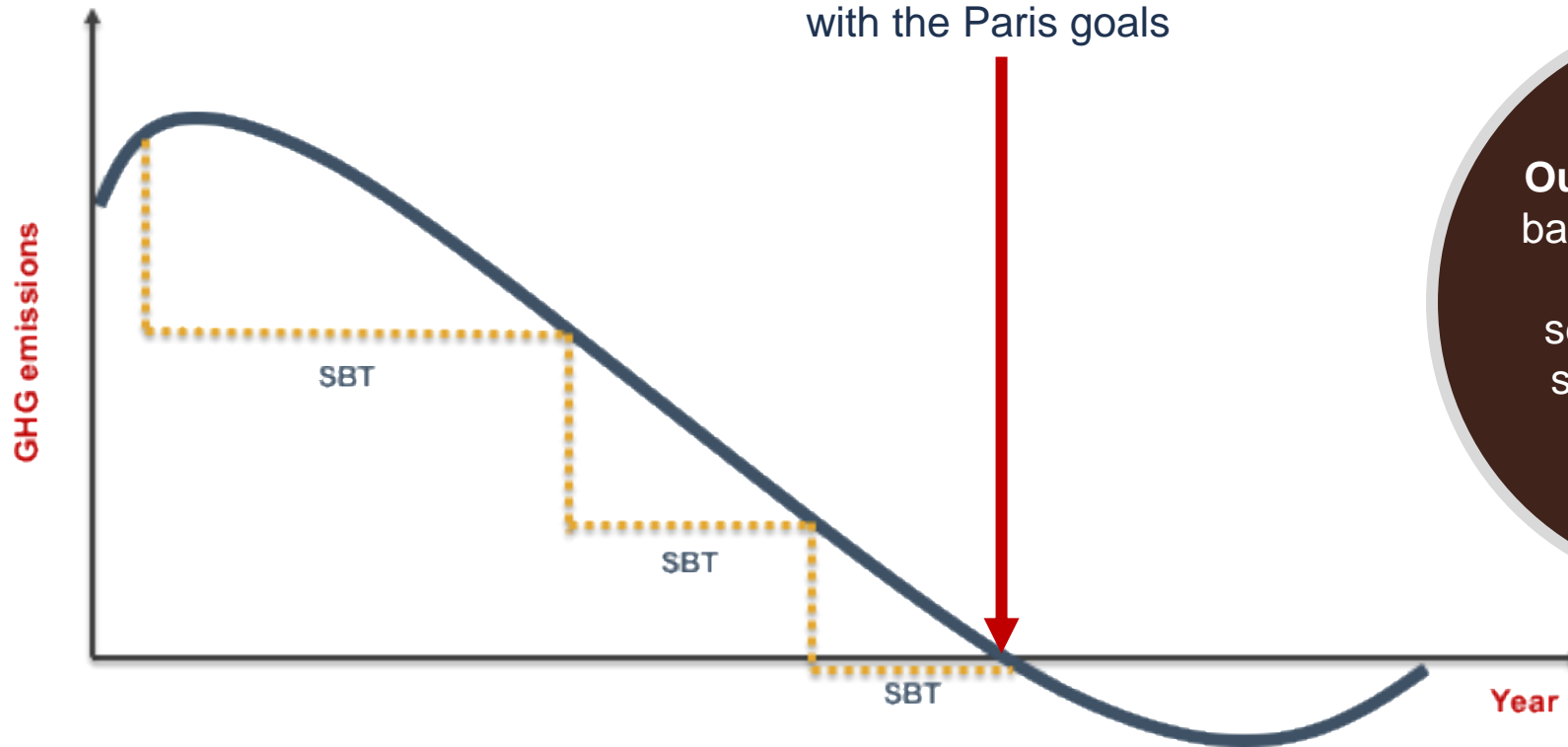


The vision and challenge!

Facilitating mitigation



Aim of the Science Based Targets initiative



Our vision: Science-based GHG emission reduction target setting will become standard business practice.

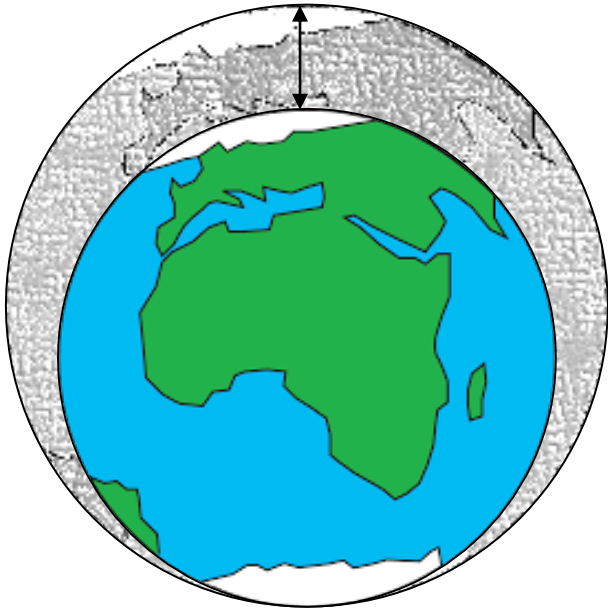
"SBTs are to businesses, what NDCs are to countries."

Aligning ambition with science



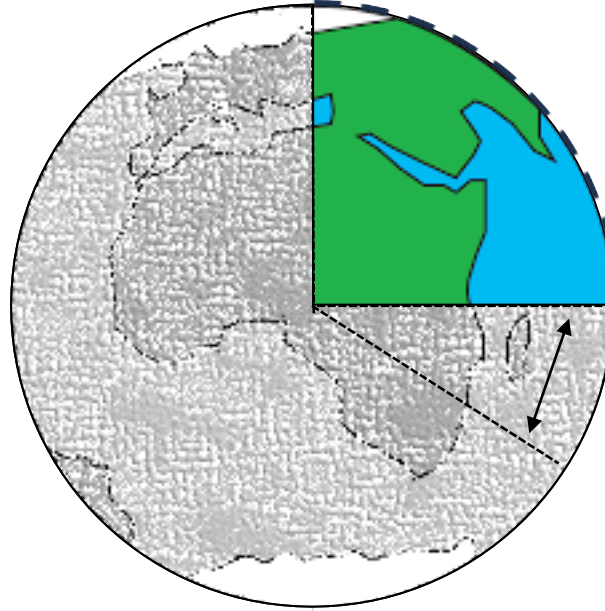
1. Choosing a scenario

What's the global carbon budget?



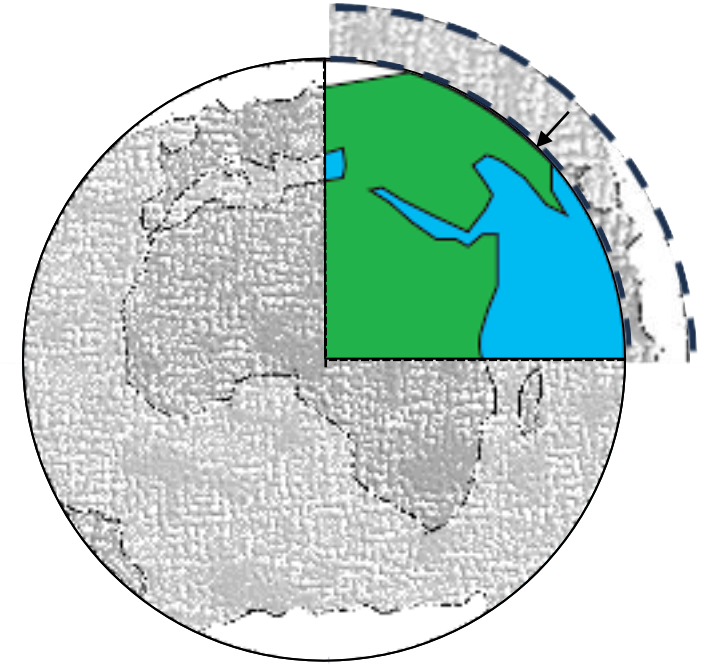
2. Allocating the carbon budget

What's my share?

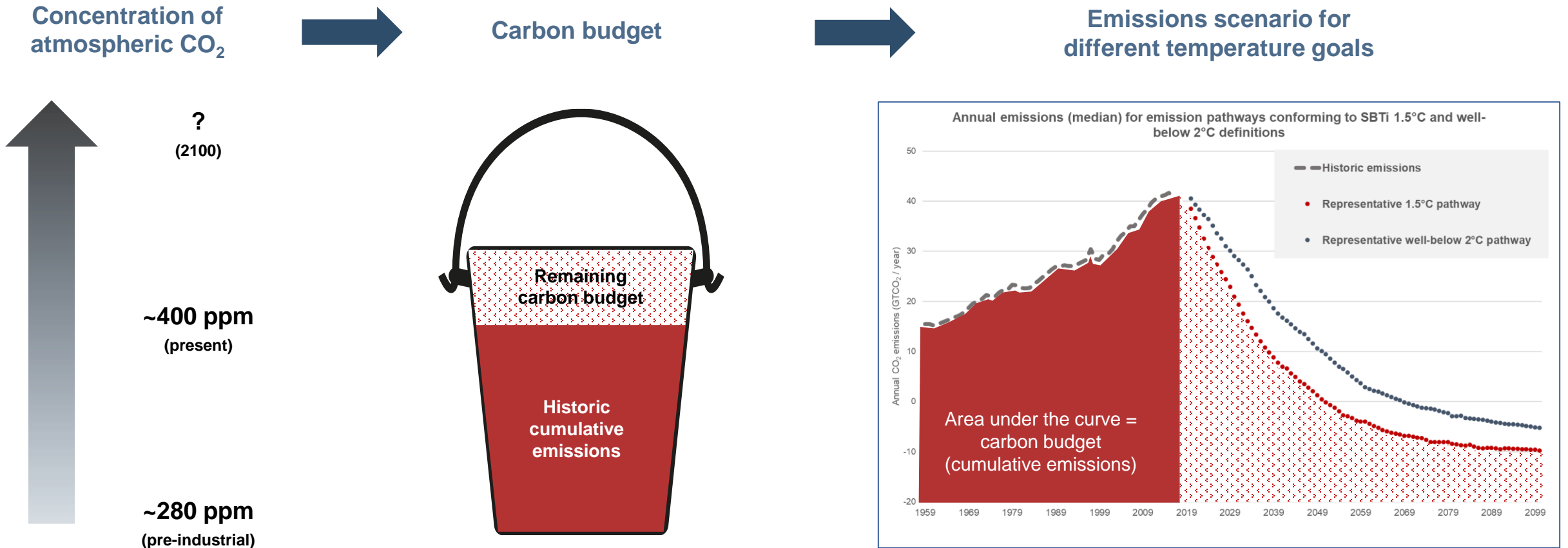


3. Setting the target

How much do I need to reduce?



Choosing a scenario: Global carbon budget

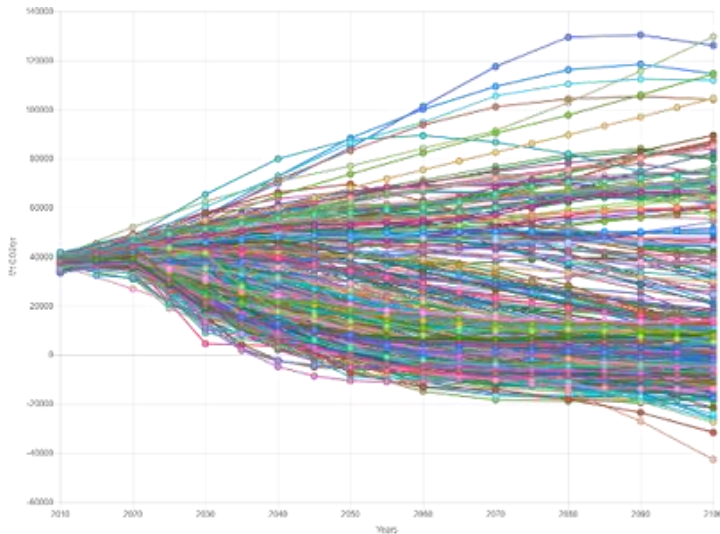


Sources: SBTi analysis based on data from IAMC 1.5°C Scenario Explorer and Data hosted by IIASA and Global Carbon Project. (2017). Supplemental data of Global Carbon Budget 2017 (Version 1.0)

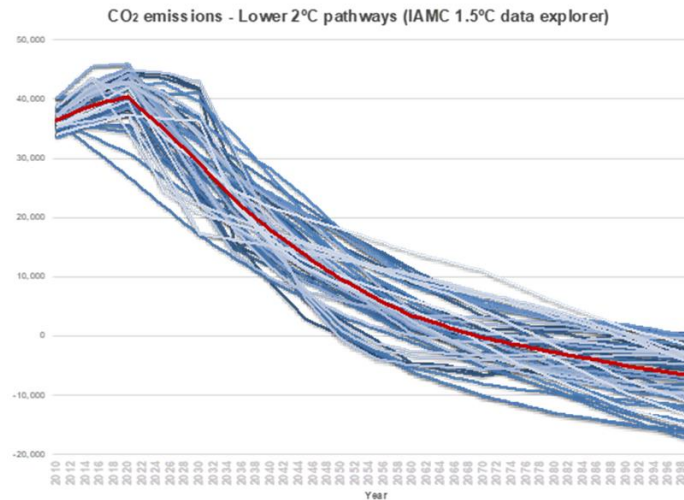
Choosing a scenario: SBTi parameters



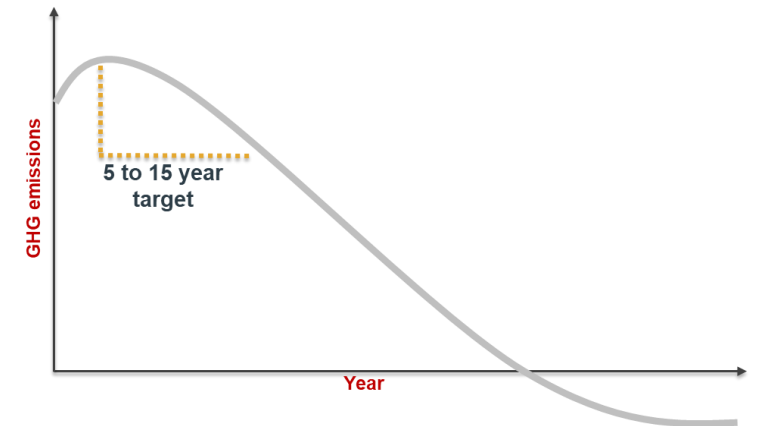
IAMC Ensemble



Sub-set of scenarios
based on SBTi filter



Translation into parameters
relevant to SBTs



- Scenarios drawn from the Integrated Assessment Modeling Consortium (IAMC) are used to construct a scenario envelope for **1.5°C** and **well-below 2°C** (WB2D) Compliance.
- Four-step selection process to ensure that the combined set of scenarios is aligned with the principles of **plausibility, responsibility, objectivity, and consistency**.
- Linear reduction rate calculated 2020-2035.

Allocating the carbon budget



A) Sector-agnostic absolute contraction

- Scope 1&2 emissions: contraction of absolute emissions in line with decarbonisation rate of climate scenarios
- Scope 3 emissions: contraction of absolute emissions, or emission intensity with lower ambition thresholds than 1&2; supplier engagement targets to set SBTs
- Can be used by companies from all sectors, except Financial Institutions and Oil & Gas

B) Sector-specific methods

- Sectoral Decarbonization Approach (SDA) provides sectoral decarbonisation pathways that enable emission intensity targets.
- SDA currently covers large parts of heavy industry, power, real estate, ICT sector, and some transport sectors, with some of these still in development/refinement.
- The SBTi is also developing more bespoke sector approaches for key sectors, specifically Oil & Gas, Forestry, Land, and Agriculture, and Financial Institutions

Setting the target



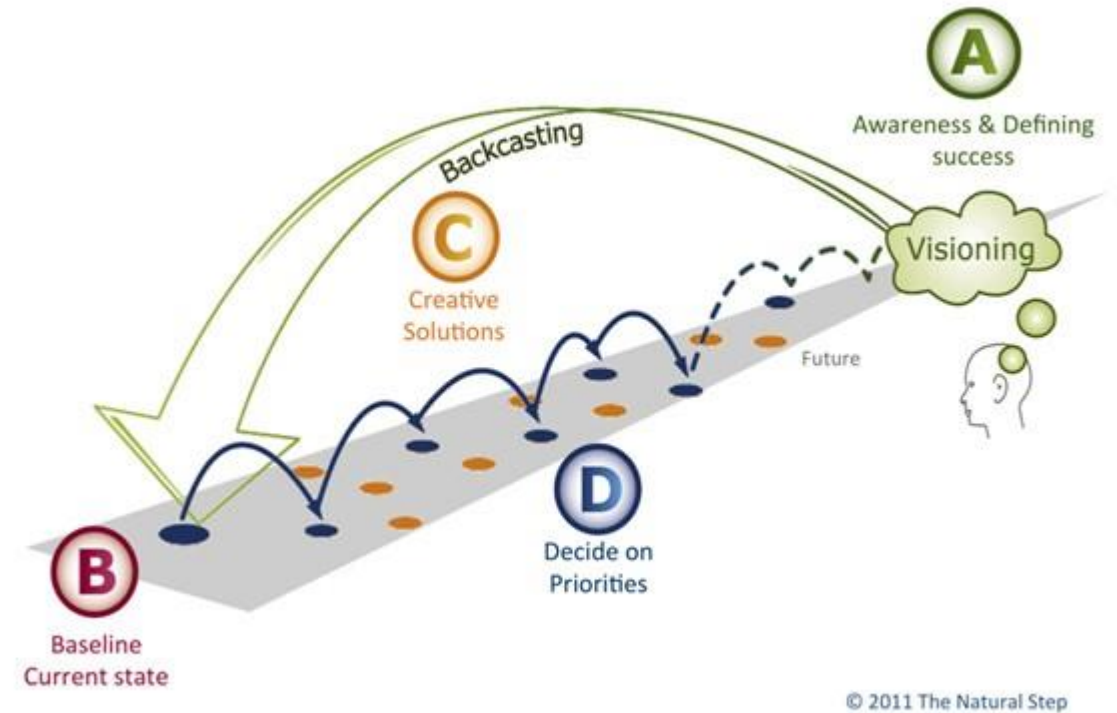
What's my baseline carbon footprint?

What's my baseline carbon intensity?

Where are emission hotspots in my value chain?

Where in my value chain should I focus action?

How much will my business grow?



What gets measured gets managed!

Facilitating measurement



The Greenhouse Gas Protocol

GHG Protocol
Scope 3

An amendment to the Corporate Standard

A Corporate Standard

World Business Council for Sustainable Development

WORLD RESOURCES INSTITUTE

GREENHOUSE GAS PROTOCOL

GREENHOUSE GAS PROTOCOL

GREENHOUSE GAS PROTOCOL

GREENHOUSE GAS PROTOCOL

Technical Guidance for Calculating Scope 3 Emissions (version 1.0)

Supplement to the Corporate Value Chain (Scope 3) Accounting & Reporting Standard

WORLD RESOURCES INSTITUTE

wbcsd

GREENHOUSE GAS PROTOCOL

Quantis

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Welcome

Welcome to the Scope 3 Evaluator

You will be asked a series of (relatively) simple screening of your company's scope 3 (value chain) emissions. This is a first step towards quantification and reporting of scope 3 emissions in line with the Greenhouse Gas Protocol.

Why use the Scope 3 Evaluator?

For many companies, more than 80% of their GHG impacts occur outside of their own operations*. However, quantification and reporting of value chain emissions can be a time intensive task and many companies just don't know where to start. As the developers of the Scope 3 Accounting and Reporting Standard, we have created the Scope 3 Evaluator to help companies get started.

INTERNATIONAL STANDARD

ISO 14064-1

ISO 14040

Second edition 2018-12

Second edition 2006-07-01

Greenhouse gases —

Part 1: Specification with guidance at the organization level for quantification and reporting of greenhouse gas emissions

Life cycle assessment — Life cycle principles and framework

Part 1: Specification with guidance at the organization level for quantification and reporting of greenhouse gas emissions

Value Change in the Value Chain: BEST PRACTICES IN SCOPE 3 GREENHOUSE GAS MANAGEMENT

Version 3.0 November 2018

Science Based Targets

Gold Standard

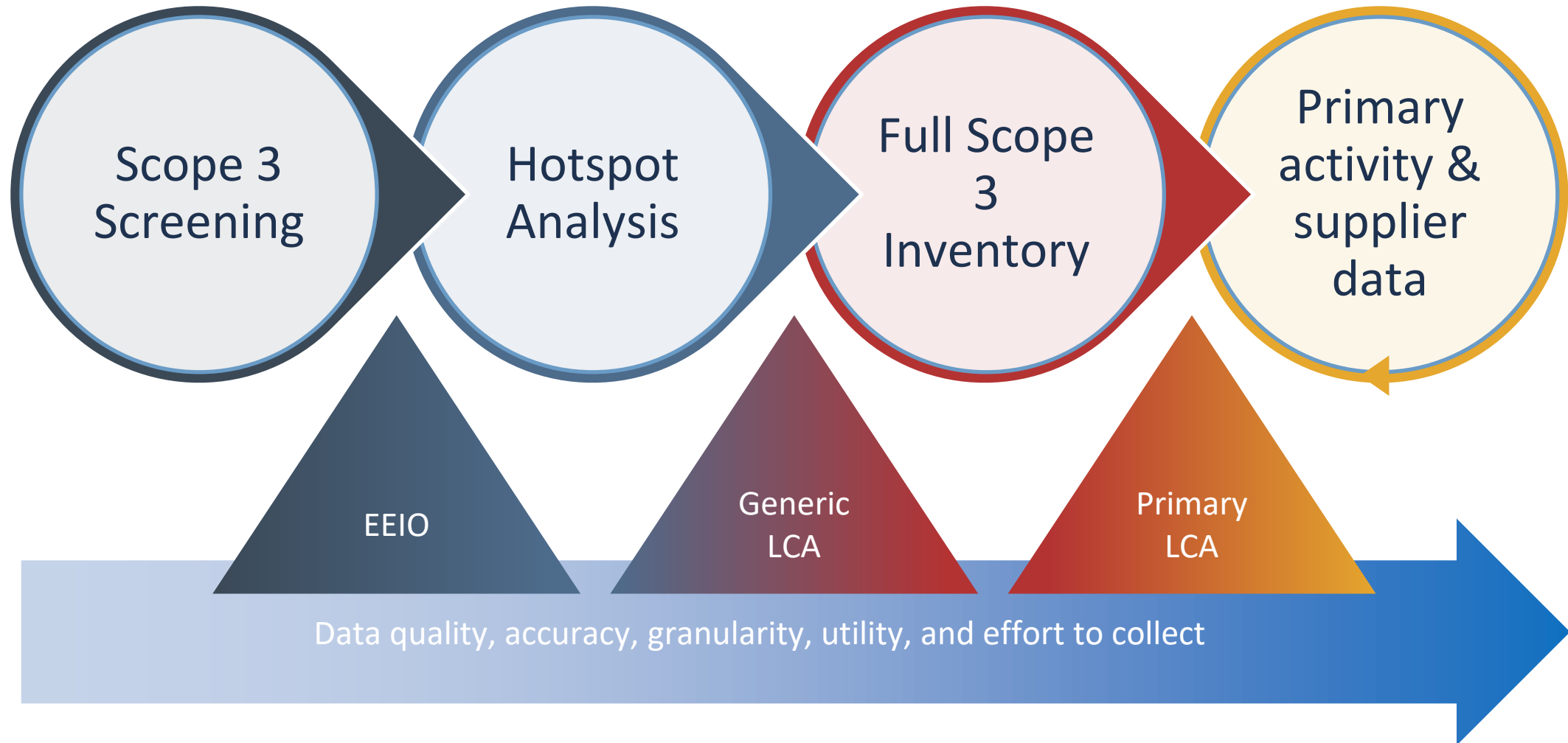
NAVIGANT

Supported by

Climate-KIC

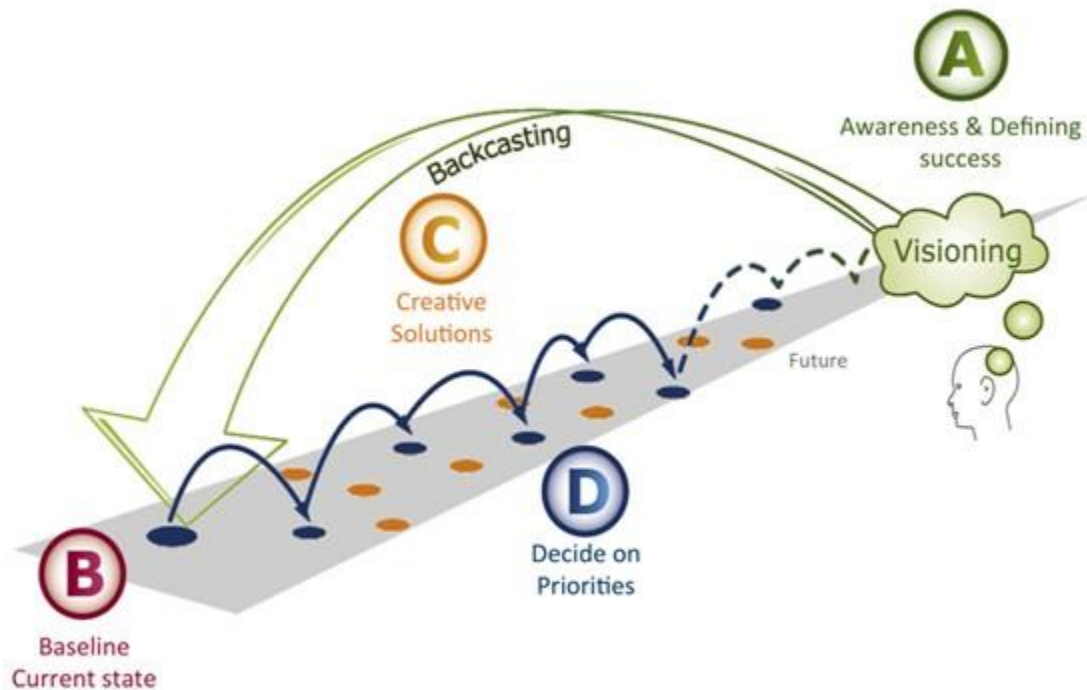
Climate-KIC is supported by the EU, a body of the European Union

Setting a Scope 3 target

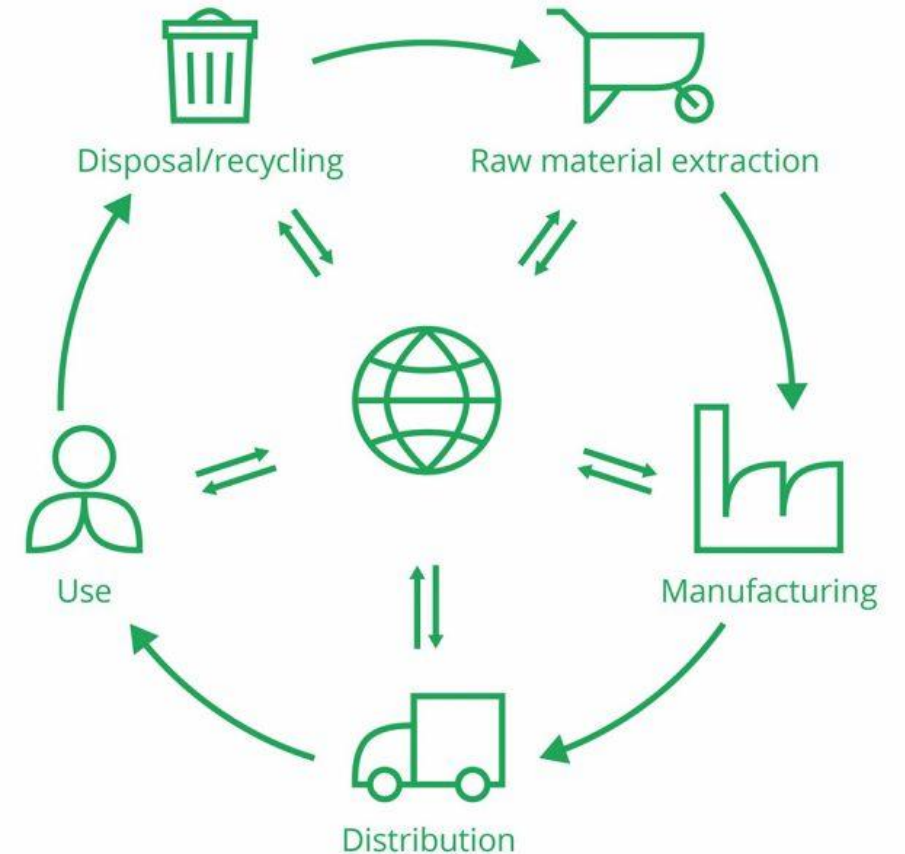


Role of LCA?

How can LCA and your work support the path to our brighter future?



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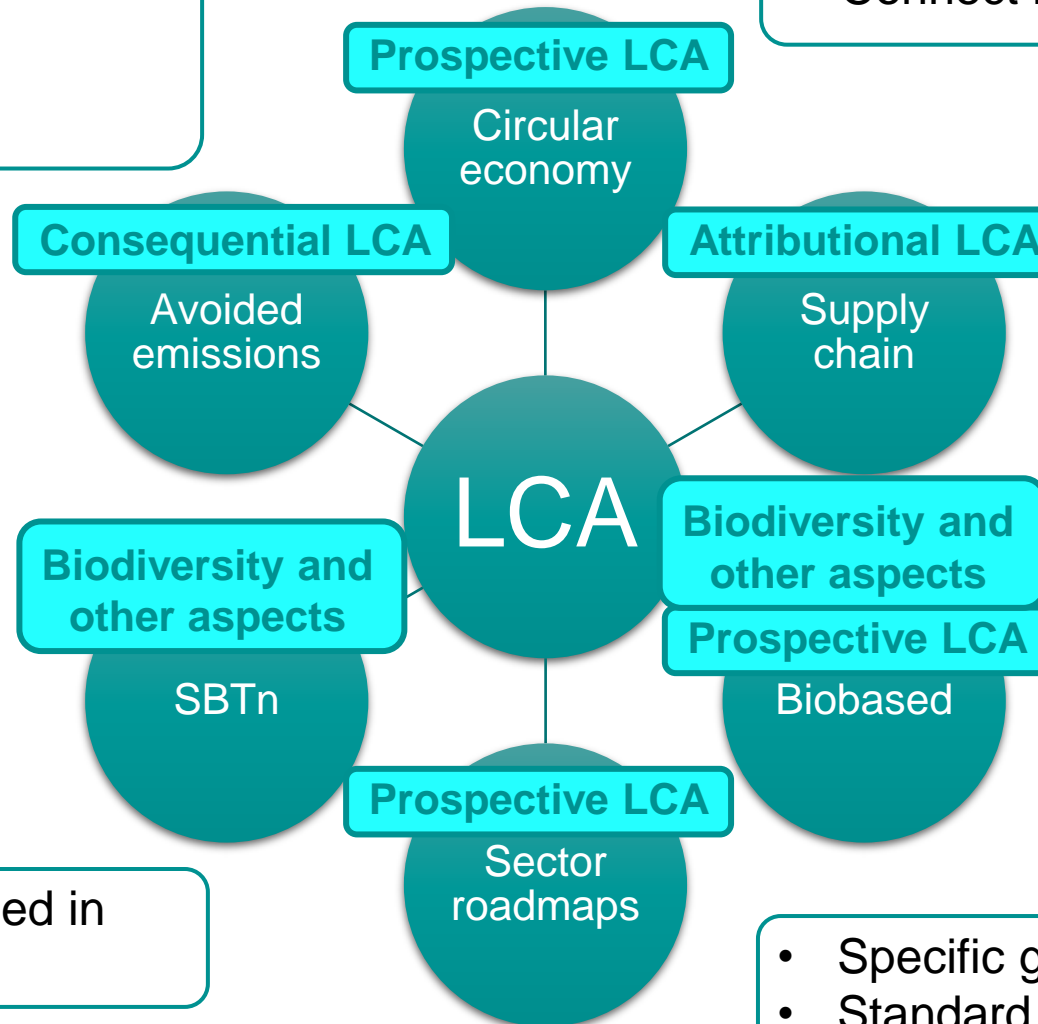


A few thoughts for today



- How to include avoided emissions in company footprints?

- A necessary development!
- Connect material flows by using LCA



- Huge challenge to move from EEIO to manageable LCA data
- All need data

- How do we include biobased CO₂? Zero?
- Link to other environmental aspects and societal perspectives

- How can data be included in LCA?

- Specific guidance for sectors
- Standard data sets



Thank you!

TOGETHER POSSIBLE



Only together can we turn the tide on global emissions to achieve a halving by 2030 & net zero by no later than 2050



Climate Business Network
#NetZeroEconomy

<https://wwf.panda.org/climatebusinessnetwork/>

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