

CARBON REDUCTION PLAN GUIDANCE

Notes for Completion

Where an In-Scope Organisation has determined that the measure applies to the procurement, suppliers wishing to bid for that contract are required at the selection stage to submit a Carbon Reduction Plan which details their organisational carbon footprint and confirms their commitment to achieving Net Zero by 2050.

Carbon Reduction Plans are to be completed by the bidding supplier entity and must meet the reporting requirements set out in supporting guidance, and include the supplier's current carbon footprint and its commitment to reducing emissions to achieve Net Zero emissions by 2050.

The Carbon Reduction Plan should be updated regularly (at least annually) and published and clearly signposted on the supplier's UK website. It should be approved by a director (or equivalent senior leadership) within the supplier's organisation to demonstrate a clear commitment to emissions reduction at the highest level. Suppliers may wish to adopt the key objectives of the Carbon Reduction Plan within their strategic plans.

A template for the Carbon Reduction Plan is set out below. Please complete and publish your Carbon Reduction Plan in accordance with the reporting standard published alongside this PPN.

Carbon Reduction Plan

Supplier name: Taziker Industrial Ltd

Publication date: 26th September 2022

Commitment to achieving Net Zero

Taziker Industrial Ltd is committed to achieving Net Zero emissions by 2040.

Baseline Emissions Footprint

Baseline emissions are a record of the greenhouse gases that have been produced in the past and were produced prior to the introduction of any strategies to reduce emissions. Baseline emissions are the reference point against which emissions reduction can be measured.

Baseline Year: FY2021 (April 2020 - March 2021)

Additional Details relating to the Baseline Emissions calculations.

In FY2020 we had visibility of 4,091 tCO2e in accordance with SECR under Scope 1 and 2, we did not have full access to our Scope 3 data. Therefore 2020 is our most accurate baseline data set as shown below.

Baseline year emissions:

EMISSIONS	TOTAL (tCO ₂ e)	
Scope 1	2,438.5 tCO2e	
Scope 2	69.7 tCO2e	
Scope 3 (Included Sources)	10,523.67 tCO2e	
Total Emissions	13,031.87 tCO2e	

Current Emissions Reporting

Reporting Year: FY2022 (April 2021-March 2022)		
EMISSIONS	TOTAL (tCO ₂ e)	
Scope 1	2,096.43 tCO2e	
Scope 2	34.61 tCO2e	
Scope 3	9,054.41 tCO2e	
(Included Sources)		
Total Emissions	11,185.45 tCO2e	

Emissions reduction targets

Through our ESG programs, we actively seek opportunities to further reduce carbon emissions within our own scope 1 and 2 operations and those within our supply chain classified under scope 3.

In order to continue our progress to achieving Net Zero, we have adopted the following carbon reduction targets.

Reduction Initiative	Target	
Tier 1 worksites to run on Solar Powered cabins	50% of Tier 1 sites to run on Solar.	
Solar sites offer 92% carbon reduction.	100,000 litres of Red Diesel eliminated by Solar (or HVO)	
Introduce HVO (Hydrated Vegetable Oil) as a low- carbon alternative fuel source to Red Diesel for use in our Forklifts/Telehandlers, MEWPs, Mobile Plant, Vacuums, Heaters and Generators.	50,000 litres of Diesel reliance eliminated by HVO.	
HVO use instead of diesel results in a 90% reduction in carbon and a 30% reduction in NOx.		
Taziker to deliver a Carbon Neutral trial project as a Tier 1 contractor.	Trial project to be completed with a Carbon Neutral final assessment.	
Install Electric Vehicle charging points at Group Office premises and at the homes of staff who take a full EV as part of a company car lease.	100% of Office premises 75% of Household with a full-EV	

Trial the use of HVO (Hydrated Vegetable Oil), or other low-carbon road legal fuels in Diesel Vans and HGV's.	100 litres of Diesel replaced with HVO (or alternative fuel)
	HVO offers up to 90% CO2 reduction.
Vehicle Purchasing Policy to encourage the uptake of full-EV options over Hybrid and full- Fossil Fuel vehicles.	All vehicles to be Hybrid or EV
Driver performance data shared with the drivers to positively influence behaviours resulting in reduced carbon emissions.	Driver performance information to be made widely available via PowerBi Dashboards
Supply Chain Carbon emission reporting process established	100% of 'Key Suppliers' to report Carbon Emissions associated with supply of good to Taziker.
Communicate with our people ways in which they can reduce their own Carbon Footprint at home and in work.	2 Sustainability focuses per year within Newsletter
Mains power to be established on large, long-term projects to eliminate the need for diesel generators.	100% of suitable large schemes to be connected to the national grid.
Lighting	Low-Carbon lighting options to be used on all sites and office premises.

We are committed to bringing all company greenhouse gas emissions to net-zero by 2050 in accordance with the UK government and the EU's commitment to global climate action under the Paris Agreement.

This is the third year of the business accounting for our carbon emissions. We have seen a 15.4% year on year reduction in our total scope 1 and scope 2 carbon emissions.

We project that carbon emissions will decrease over the next five years to $8,775 \text{ tCO}_2\text{e}$ by 2027. This is a reduction of 32.67% across all three scopes of the assessment from our baseline.



Progress against these targets can be seen in the graph below:

Carbon Reduction Projects

Completed Carbon Reduction Initiatives

The following environmental management measures and projects have been completed or implemented since the initial Scope 1 and Scope 2 data capture. The carbon emission reduction achieved by these schemes equate to 1,960 tCO₂e, a 47.92% reduction against the FY2020 scope 1 and 2 emissions and the measures will be in effect when performing the contract.

The principal measures taken by the company during the financial year to improve energy efficiency in it's delivery include transitioning our worksites from fossil fuel supplies over to hydrated vegetable oil (HVO), increasing the use of solar powered cabins within our worksite establishments and continuing the transition of our commercial fleet to include greater percentages of hybrid and full EV vehicles.

The company has signed a commitment to the SBTI (Science Based Targets Initiative) to reach net-zero global emissions by 2050 at the latest in order to limit global warming to 1.5°C. In the future we hope to implement further carbon reduction measures such as:

Joining the REDD+ Rimba Raya initiative in Borneo to offset the scope 1, 2 and 3 carbon equivalent emissions generated by the company's activities.

- Rimba Raya protects an area of 65ha of tropical forest that was originally destined to be chopped down for palm oil plantations
- The project is expected to achieve >125m tCO2e emissions reductions over the 30 year lifetime of the project, which is validated by the appropriate organisations
- Importantly, the project also contributes to all 17 Sustainable Development Goals from the UN, including

- Protects of local wildlife including several release centres for endangered Orangutans
- Trains local communities in making and selling water filtration systems and building water systems
- > Constructs a medical clinic and fund salaries of nurses and medical staff
- Provides agricultural training programmes
- > Builds community centres & libraries
- Establishes a scholarship fund to enhance education of community students and provide free books
- Installs solar panels and lanterns

Declaration and Sign Off

This Carbon Reduction Plan has been completed in accordance with PPN 06/21 and associated guidance and reporting standard for Carbon Reduction Plans.

Emissions have been reported and recorded in accordance with the published reporting standard for Carbon Reduction Plans and the GHG Reporting Protocol corporate standard¹ and uses the appropriate Government emission conversion factors for greenhouse gas company reporting².

Scope 1 and Scope 2 emissions have been reported in accordance with SECR requirements, and the required subset of Scope 3 emissions have been reported in accordance with the published reporting standard for Carbon Reduction Plans and the Corporate Value Chain (Scope 3) Standard³.

This Carbon Reduction Plan has been reviewed and signed off by the board of directors (or equivalent management body).

Signed on behalf of the Supplier:

Rob Usher – Group HSQE Director

Date: 26th September 2022

¹ <u>https://ghgprotocol.org/corporate-standard</u>

² https://www.gov.uk/government/collections/government-conversion-factors-for-company-reporting

³ <u>https://ghgprotocol.org/standards/scope-3-standard</u>