

# A Climate Stabilisation Intensity Target

**Chris Tuppen Director Sustainable Development** 





#### ICT and Global CO2 Emissions

**ICT OPPORTUNITIES** 

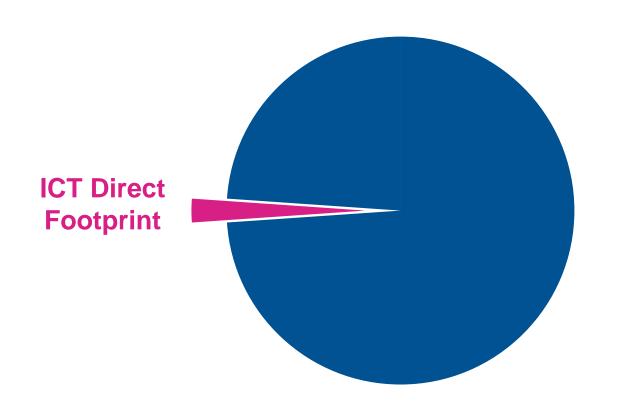


**SMART BUILDINGS** 

**SMART GRIDS** 

**SMART LOGISTICS** 

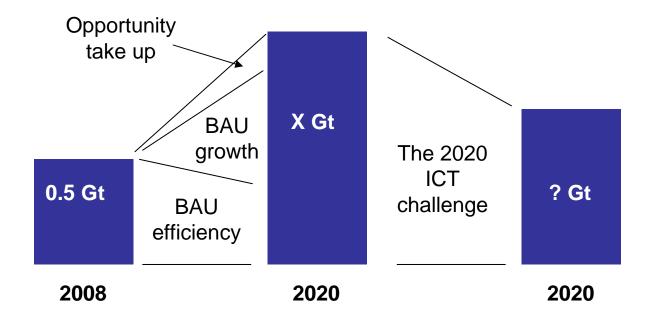
**SMART MOTORS** 







#### **ICT Sector Direct Emissions**

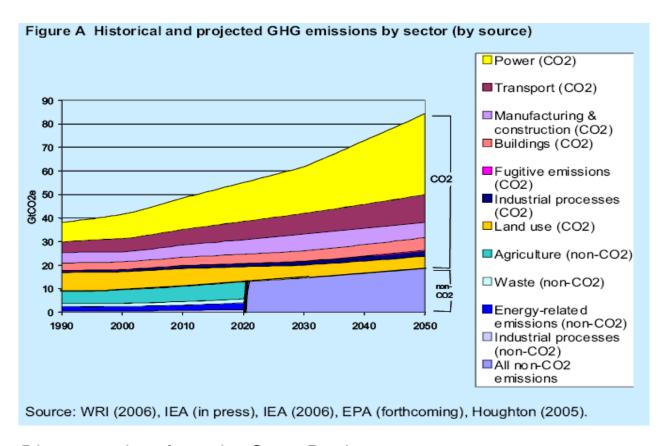


This is a schematic representation only





#### Growth in Global CO<sub>2</sub>e Emissions



2008

47 Gtonnes CO<sub>2</sub>e

47,000,000,000 tonnes

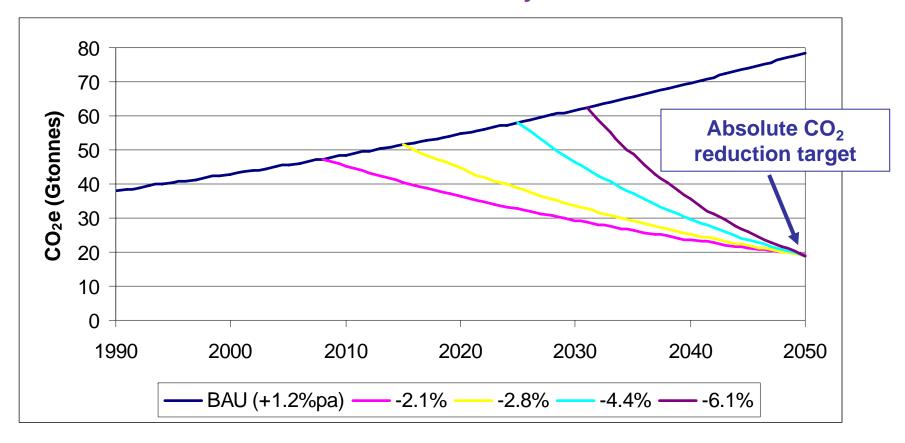
 $1.67 \text{ Kg CO}_2\text{e} / \text{£ GDP}$ 

Diagram taken from the Stern Review





#### 50% reduction on 1990 levels by 2050

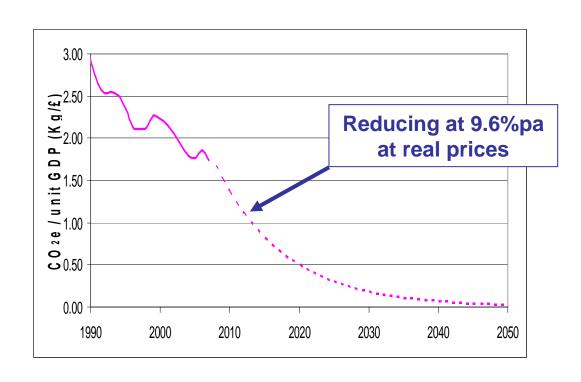


Average world GDP growth at constant prices (1980 to 2007) = 3.6% pa Decoupling of world CO2e emissions from economy (1990 to 2007) = 2.4% pa Net business as usual growth of world CO2e emissions = 1.2 % pa





### World CO<sub>2</sub>e intensity for 80% reduction in emissions



But what should a company do?



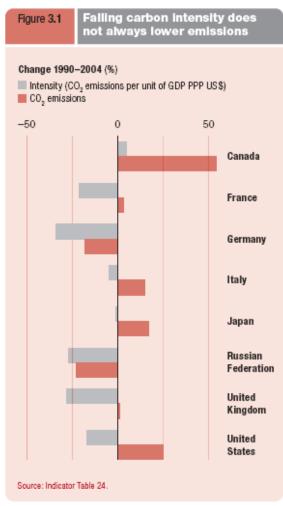
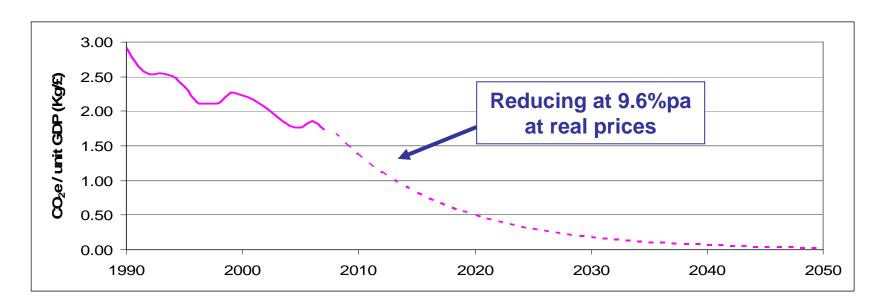


Diagram taken from the UNDP Human Development Report 2007/8



#### A company should .....



Match or exceed this trend – ie its CO<sub>2</sub>e per unit of contribution to GDP\* should drop by at least 9.6% pa

A company's contribution to GDP is defined as its Value Added, where:

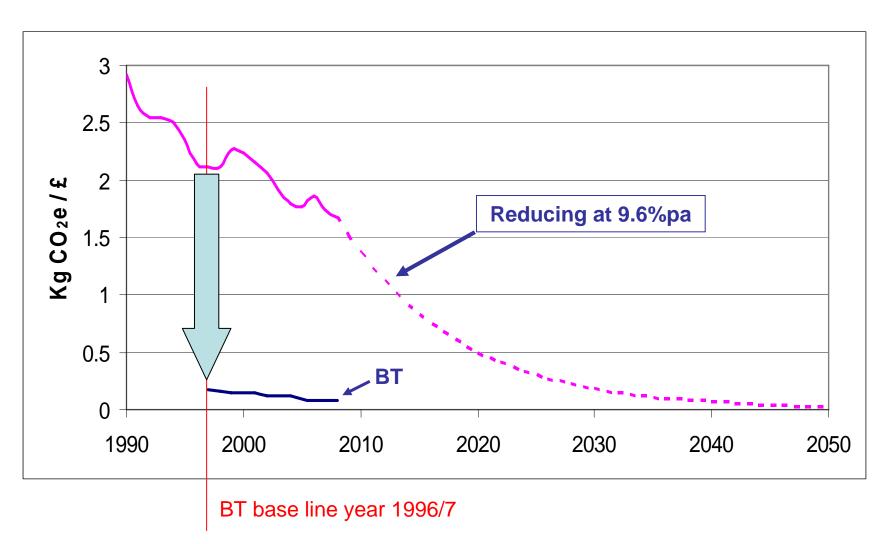
Value Added = EBITDA + employee costs = turnover – bought in costs and services





## Adding in BT's CO<sub>2</sub>e intensity

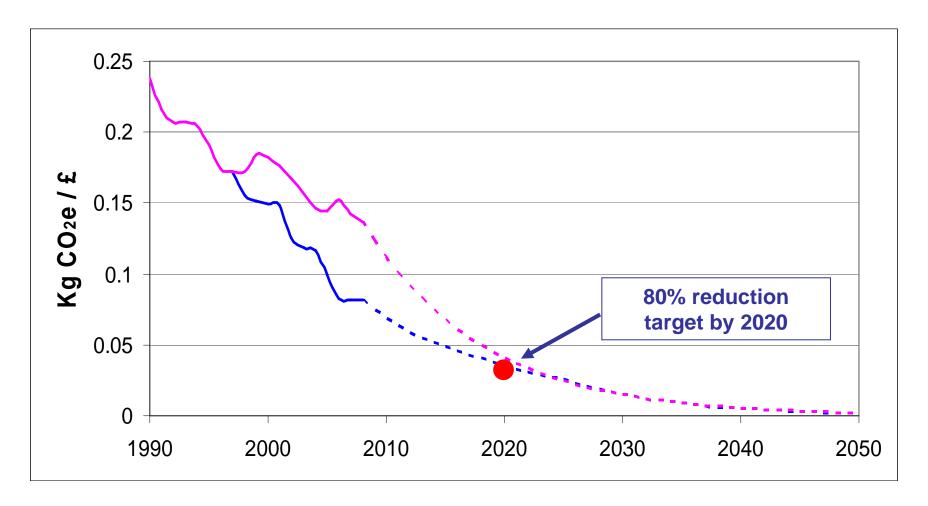
$$\left( \text{Intensity} = \frac{\text{CO}_2\text{e}}{\text{Value Added}} \right)$$







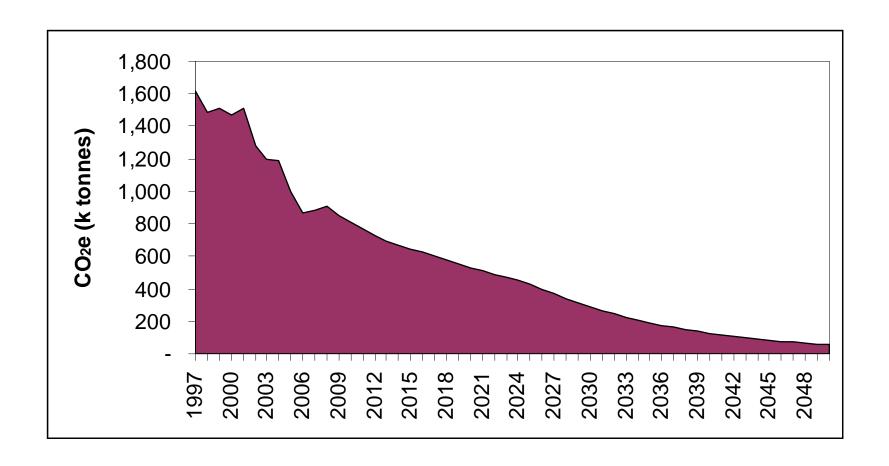
## Setting a Climate Stabilisation Intensity Target







## BT's emissions are dropping in real terms







#### Advantages of a CSI target

- Combines company environmental and financial performance
- Links company performance to global environmental and economic performance
- Accommodates the normal dynamics of businesses such as organic growth, acquisitions and outsourcing
- Provides a framework for modelling future strategy
- Allows straightforward benchmarking





# Climate Stabilisation Intensity Target

Ensures emission reductions are sufficient to prevent catastrophic climate change.

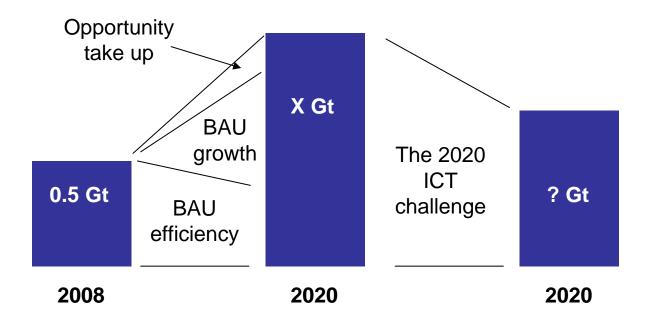
Links climate protection to economic growth.

Green growth for a low carbon future





#### **ICT Sector Direct Emissions**



# **Bali Action Plan Decision 1/CP.13**

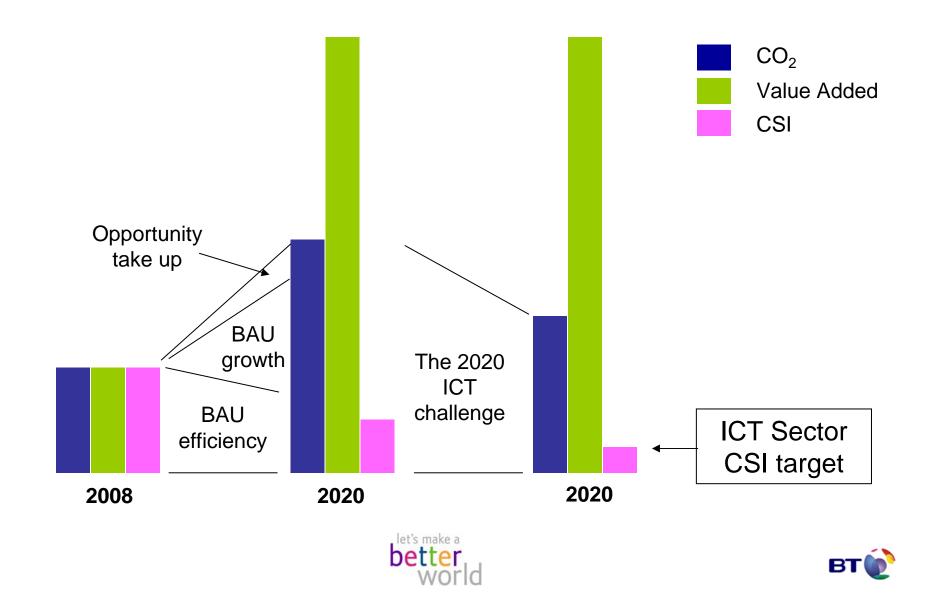
..... launch a comprehensive process to enable the full, effective and sustained implementation of the Convention through ..... Cooperative sectoral approaches and sector-specific actions

http://unfccc.int/resource/docs/2007/cop13/eng/06a01.pdf





## An ICT Sector CSI Target?



#### Renewable electricity is key

- Build in-product and on-site renewable generation
- Purchase renewable electricity
- Lobby governments to create the right investment environment







#### In Conclusion ..... the ICT sector should:

- Deliver climate friendly ICT solutions to our customers
- Be ready for NGOs to challenge our direct footprint
- Be prepared for an ICT sector obligation
- Consider applying the CSI methodology to the sector
- Push for more renewable electricity
- Use our high tech creativity
- Low carbon should be the standard





# Thank You



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