

Software in times of (climate) crisis

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ZEISS Digital Innovation

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Software in Times of Climate Crisis





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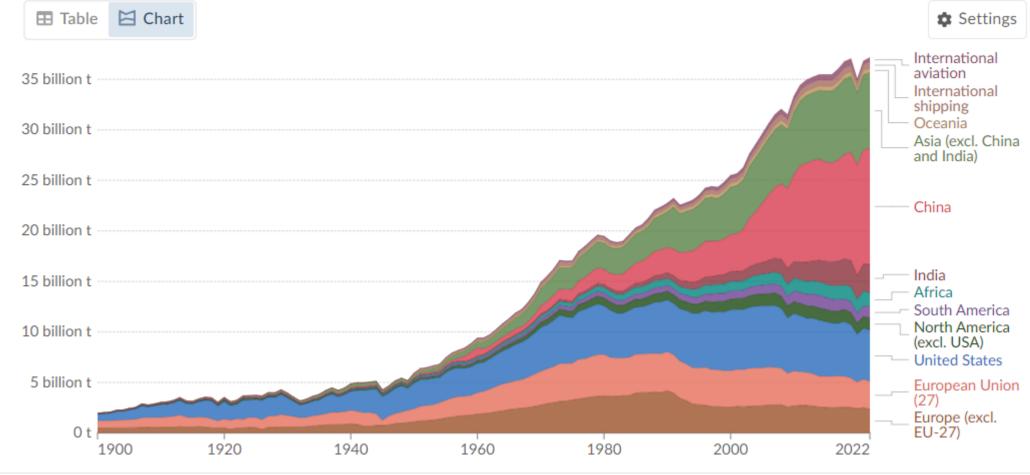
Global CO2 Emissions



Annual CO₂ emissions by world region

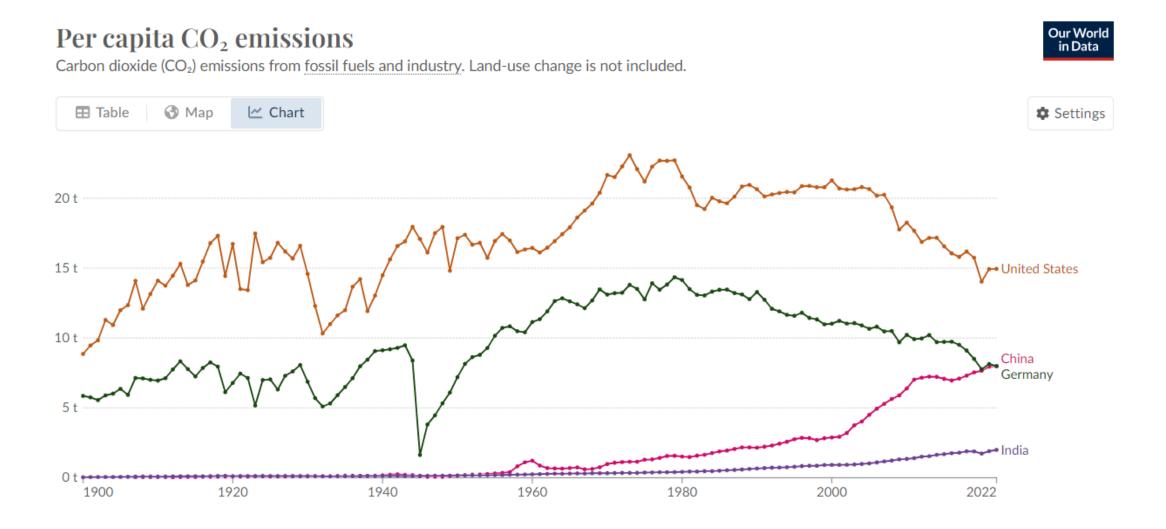
Emissions from fossil fuels and industry are included, but not land-use change emissions. International aviation and shipping are included as separate entities, as they are not included in any country's emissions.





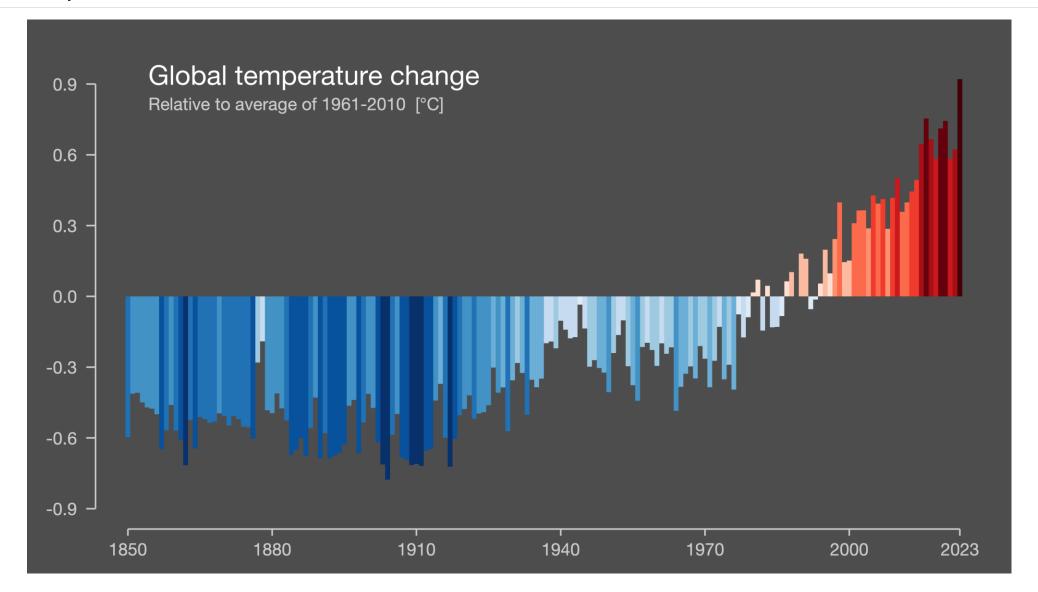


CO2 emissions per capita



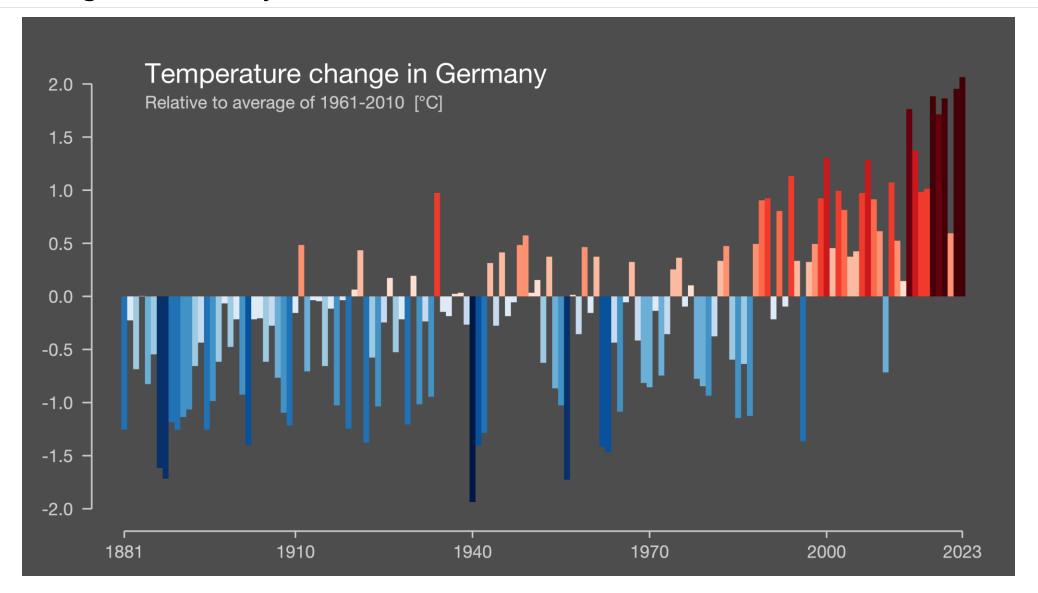
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Global Temperature



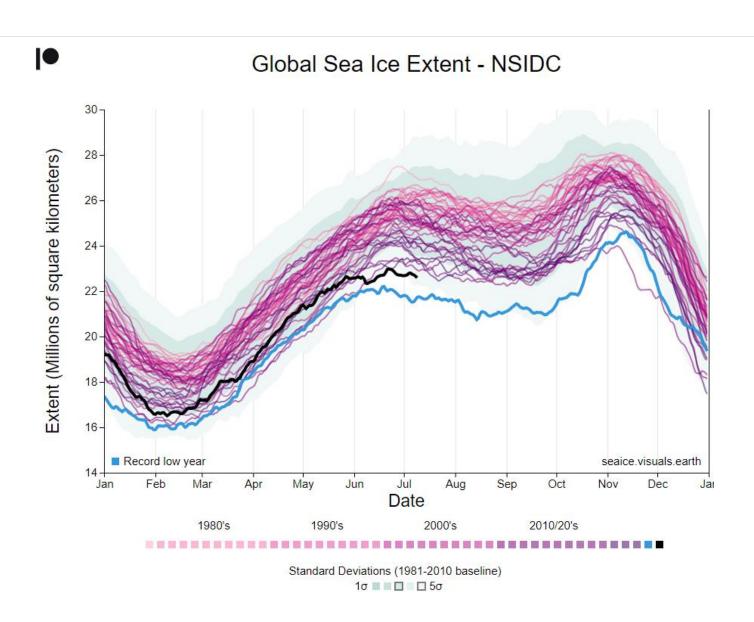


Climate Change in Germany



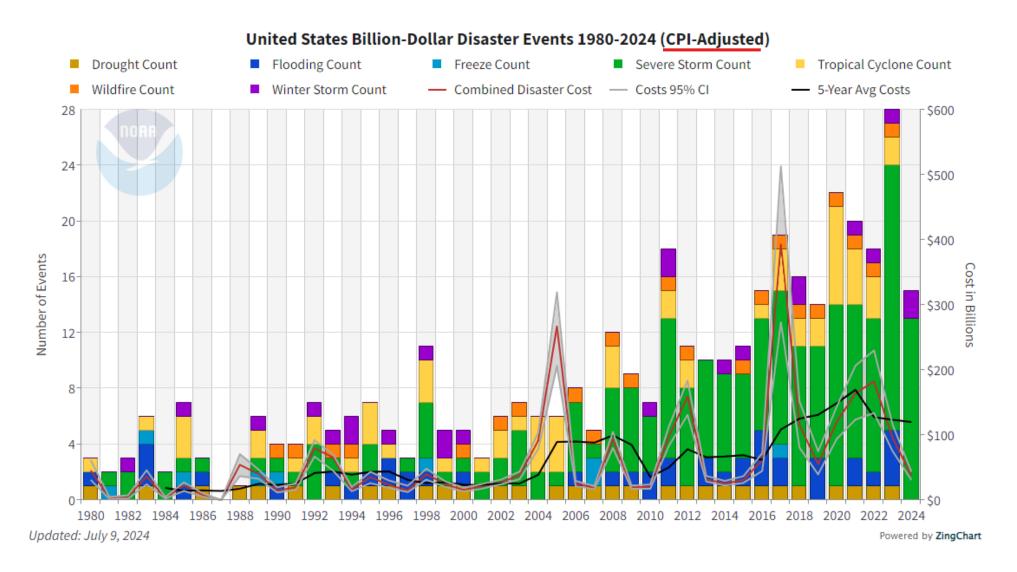
Global Sea Ice





Rising number of desasters



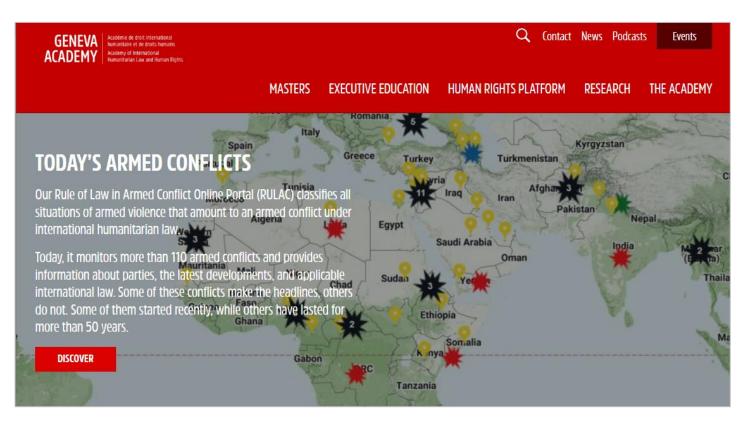


Disaster / Crisis Fatigue



"Disaster Fatigue"

A sense of exhaustion or burnout resulting from continuous exposure to a series of disasters, such as natural calamities, pandemics, or economic crises. This condition is characterized by a diminished capacity to respond to new disasters or crises with the same level of urgency and concern as before.



> 110 military conflicts world wide



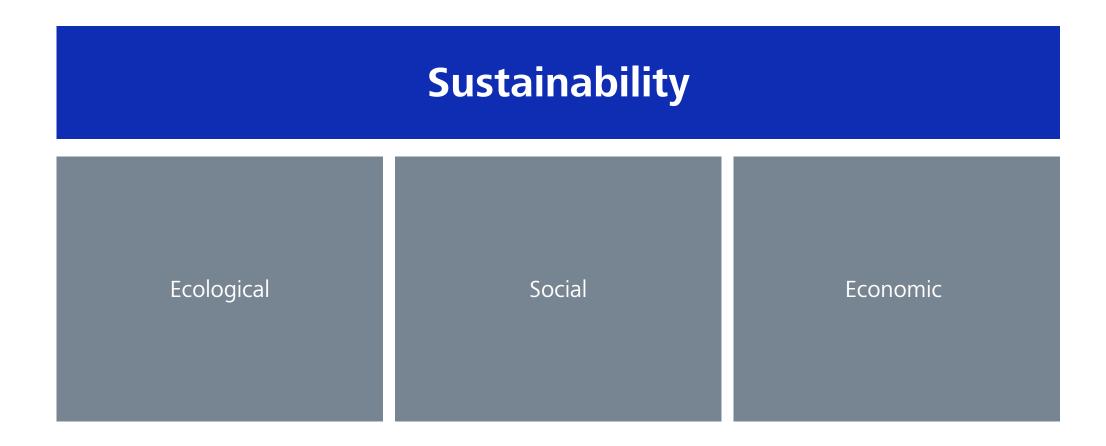


Attempt at a simple definition











ESG Approach for Sustainability Reporting and Investment

Integration of sustainability factors into the decision-making processes and operations of companies, with the aim of achieving long-term sustainable and responsible business practices.

Environmental

The impact of the company on nature and the environment.

- Energy Efficiency
- Water Management
- Greenhouse Gas Emissions
- Biodiversity Loss
- De-/Reforestation

• ..

Social

How a company interacts with employees, suppliers, customers and society.

- Employee safety and health
- Working Conditions
- Diversity
- Equity and Inclusion
- Conflicts and Humanitarian Crisis
- ...

Governance

Includes a company's internal control systems, practices and procedures.

- Corporate Governance
- Preventing Bribery and Corruption
- Diversity of Board of Directors
- Executive Compensation
- Cybersecurity
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Goals

First climate neutral continent

At least 55% less

3 Billion

Until 2050

Net greenhouse gas emissions

by 2030 compared to 1990

Additional trees in the EU by2030

Current State

Over 100€ billion

Value of climate-neutral start-ups in the EU in 2021 (Double compared to 2020)

More than 400 GW

Wind and solar energy production capacity in the EU in 2022 (25% more than in 2020)

4.5 Million

Green jobs in 2019 in Europe (3.2 million in 2000)



EU Corporate Sustainability Reporting Directive

| | NFRD | | CSRD | | |
|--------------------|--|---|--|--|--|
| | (Non-financial Reporting Directive) | | (Corporate Sustainability Reporting Directive) | | |
| Affected companies | Capital market companies with more than 500 employees. | > | European companies with €40 million in sales, €20 million in assets or 250 employees. | | |
| Content | Disclosure of information on non- financial topics. | > | Disclosure of sustainability information regulated by the EU Sustainability Reporting Standards. | | |
| Format | In the management report or as a separate report. | > | In the management report and electronically via EuropeanSingle Electronic Format. | | |
| Review | Only check if NFRD report is available. | > | Mandatory audit by external, independent and accredited third parties. | | |

Laws, regulations and more



500 Billion Dollars investments

Supply Chain Act (Lieferkettensorgfaltspflichtgesetz)

"The law regulates corporate responsibility for respecting human rights in global supply chains. This includes, for example, protection against child labor, the right to fair wages as well as protection of the environment."

Applies since: 1. Januar 2023 Scope of application: Germany

Inflation Reduction Act (IRA)

"...modernize the electric grid, build a nationwide network of electric vehicle chargers, strengthen the battery supply chain, expand public transit and passenger rail, invest in new clean energy and emissions reduction technologies [...] —all while creating new, high-quality jobs, including union jobs, with good benefits and supportive services that build pathways for all to the middle class.

Applies since: 16. August 2022 Scope of application: USA

14th five year plan des National People's Congress (NPC)

"During 2021–2025, energy and carbon intensity are targeted to decline by 13.5% for energy and 18% for carbon **intensity** per unit of GDP. Other binding targets include increasing (i) the share of days with good air quality in cities up to 87.5% (from 87% in 2020); (ii) the share of surface water at or better than grade III up to 85% (from 83.4% in 2020); and (iii) forest coverage up to 24.1% (from 23.2% in 2019).2 As a nonbinding indicator, the proportion of **nonfossil fuels in primary** energy consumption is set at 20% from 15% in the previous plan. The Plan promotes low-carbon development and the circular economy with new approaches to transport, energy production, and waste management policies."

Applies: 2021-2025

Scope of application: China







Sustainability by Software

Different perspective

involves leveraging software to promote sustainable practices and reduce environmental impact, which can help organizations reduce their environmental footprint and promote responsible business practices.

Sustainability in Software

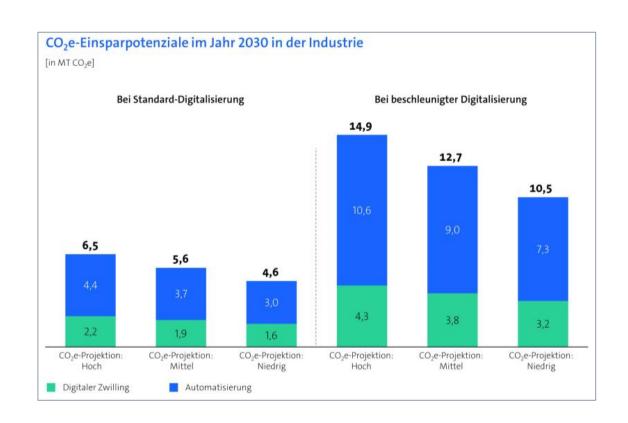
involves using sustainable practices in the design and development of software, such as using energy-efficient hardware or adopting sustainable development methodologies, to reduce the environmental impact of software and promote responsible business practices.

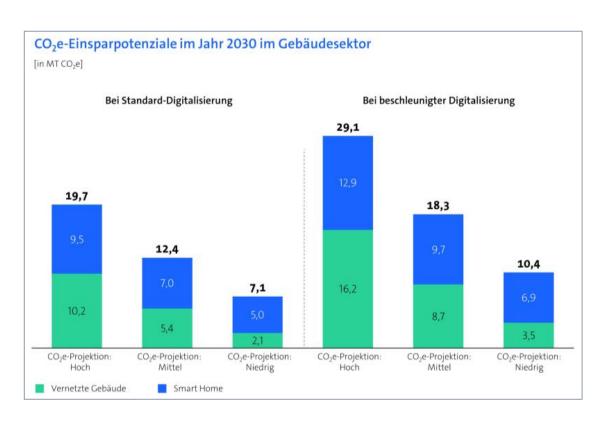
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Sustainability by Software

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Bitkom is an industry association with the overarching goal is to make Germany a leading digital location, drive forward the digital transformation of the German economy and administration, strengthen digital sovereignty and achieve broad social participation in digital developments.

18 July 2024

Be aware of the Induction Effect!



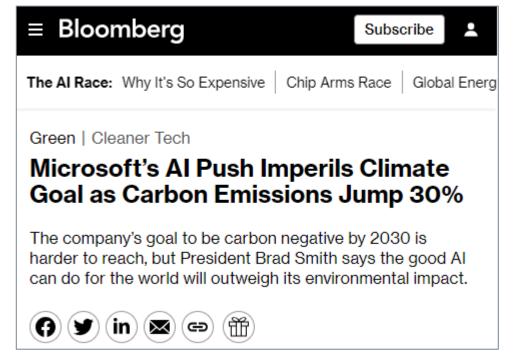
Induction Effect – An increase in the level of energy or resource consumption that was caused or enabled by the emergence of "new options" arising from technological change.



Google emissions jump nearly 50% over five years as AI use surges (ft.com)

| Table 8 – Energy intensity (MWh/revenue \$M) | | | | | | | |
|---|------------|------------|------------|------------|--|--|--|
| | FY20 | FY21 | FY22 | FY23 | | | |
| Electricity consumed within the organization (MWh) | 10,770,714 | 13,621,517 | 18,153,454 | 23,567,502 | | | |
| Revenue (\$M) | 143,015 | 168,088 | 198,270 | 211,915 | | | |
| Electricity consumption normalized by revenue (MWh/\$M) | 75 | 81 | 92 | 111 | | | |

What's going on with Microsoft's energy intensity? (latitudemedia.com)



<u>Microsoft's Al Investment Imperils Climate Goal As Emissions Jump 30% -</u> Bloomberg



Different Perspectives

Sustainability by Software

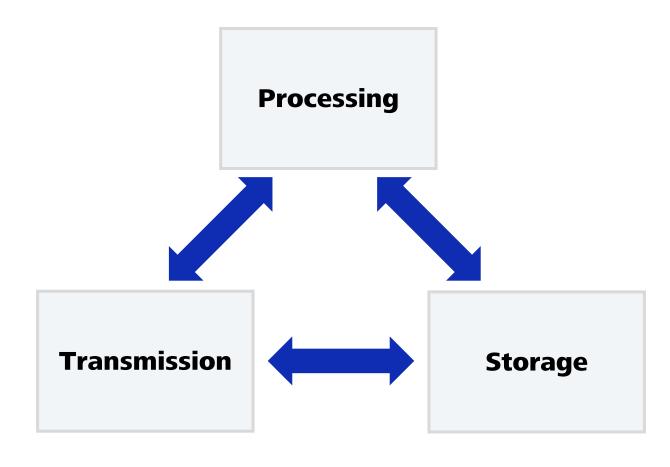
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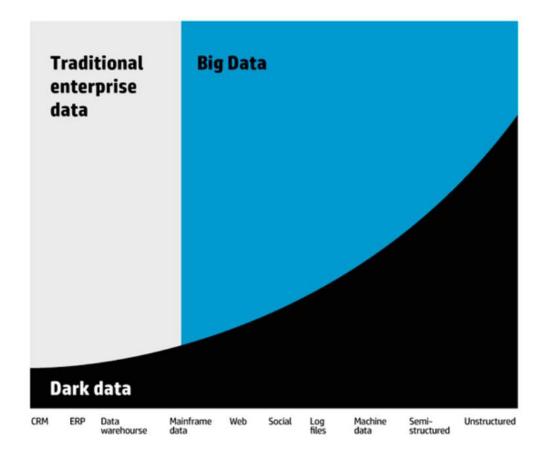
Areas of effect



Dark Data



Gartner defines dark data as the information assets organizations collect, process and store during regular business activities, but generally fail to use for other purposes.





Green Software Foundation





Information technology – Software Carbon Intensity (SCI) specification

Methodology for calculating the rate of carbon emissions for a software system.

Purpose is to help users and developers make informed choices about which tools, approaches, architectures, and services they use in the future.

Energy Efficiency

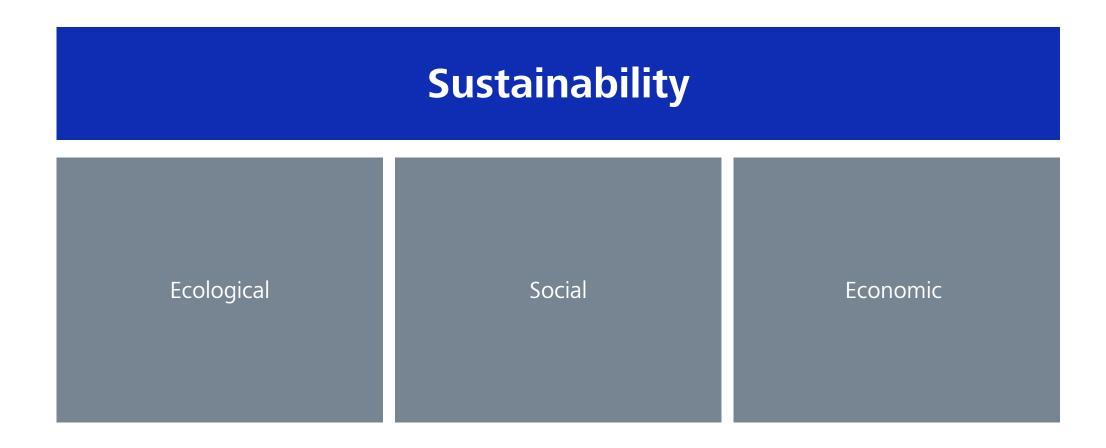
Hardware Efficiency

Carbon Awareness



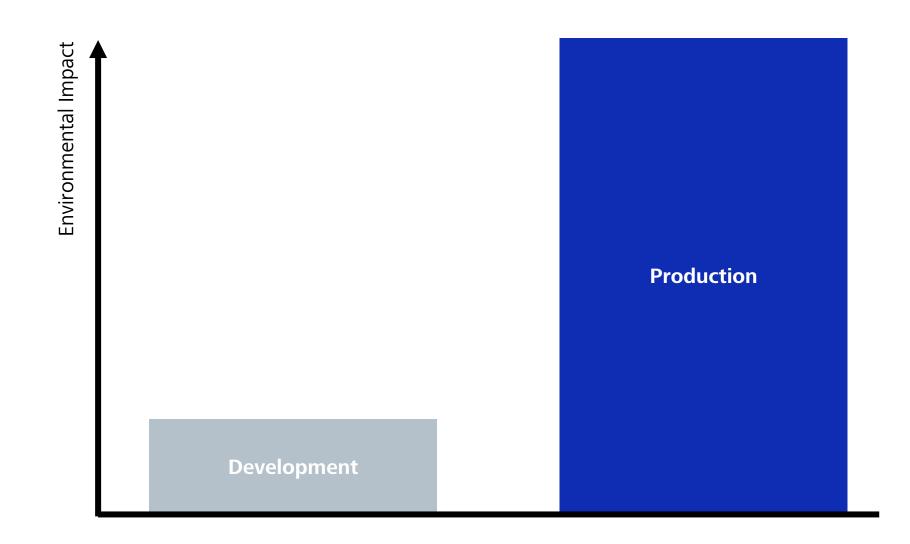






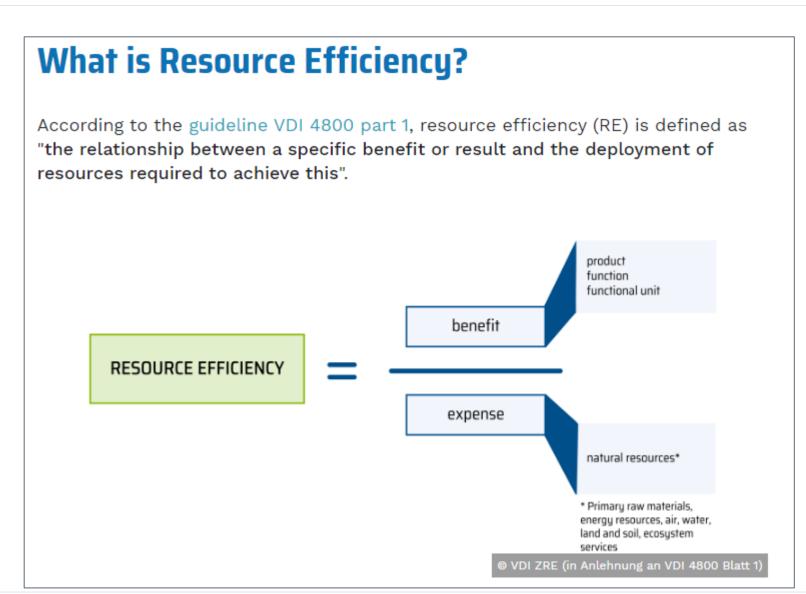


Our decisions are multiplied by our users.



Change the term...



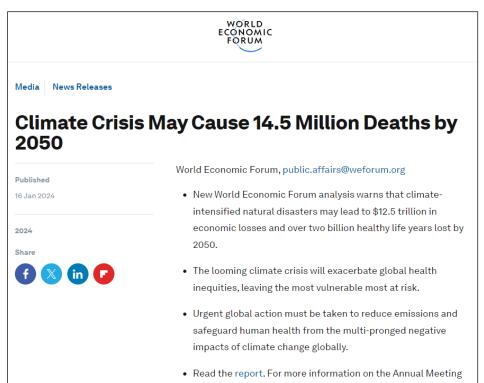




Seeing beyond

The world 2050





<u>Climate Crisis May Cause 14.5 Million Deaths by 2050 > Press releases</u>

<u>| World Economic Forum (weforum.org)</u>

hashtag #wef24

2024, visit www.weforum.org. Share on social media using the



The concept of 'climate refugee': Towards a possible definition | Think Tank |

European Parliament (europa.eu)

Be aware of the Rebound Effect!

The actual definition and discussion is not as clear as this slide makes it appear!



Rebound Effect – The implementation of efficient technology or practices leads to an increase in overall consumption, (partially) offsetting the initial savings.

Economic

The lower cost of using an efficient device encourages more use of that device, or indirectly, as the money saved from efficiency gains is spent on other goods and services that also consume energy.

Psychological

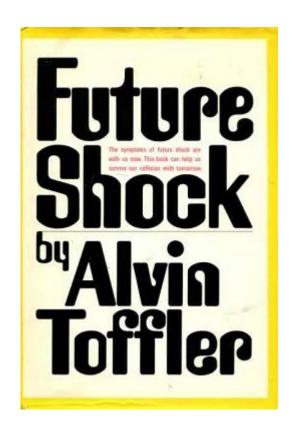
e.g. *moral licensing*. The purchase or use of a more efficient technology is perceived as a good deed that licenses increased preferences for the purchase or use of that or further technology.

Time

technological efficiency improvements bring changes in the time available. Hence, things can be done faster, in parallel or fill in waiting times resulting in an overall higher consumption.

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Future Shock



"Future shock is the shattering stress and disorientation that we induce in individuals by subjecting them to too much change in too short a time."

"Change is the process by which the future invades our lives, and it is important to look at it closely because, sooner or later, we will all have to deal with the consequences."

Future Shock in Detail





Adapting to Acceleration: Lessons from Alvin Toffler's 'Future Shock' in the Modern Era



Robert P. Roche III, MBA

I turn ideas into actions and complex concepts into memorable stories Ocntent Marketing Director for The Last Mile.



1. Dezember 2023

Adapting to Acceleration: Lessons from Alvin Toffler's 'Future Shock' in the Modern Era (linkedin.com)

Accelerated Change: Society is changing at an increasing pace, leading to a sense of overwhelm and disorientation. "Future Shock" refers to the shock state people experience when confronted with overwhelming change.

Technological Progress: The significance of technological progress and its impact on all aspects of life. The speed and scope of technological change will fundamentally alter society and revolutionize the way people live and work.

Adaptation Challenges: Rapid societal changes pose significant challenges for people as they have to adapt to new lifestyles, work environments, and social structures. This causes various responses to change, from fear and resistance to adaptation and transformation.

Need for Future Competence: In a rapidly changing world, developing future competence is crucial. This means having the ability to adapt flexibly to changes, think innovatively, and recognize new opportunities.

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SUSTAINABLE G ALS

"Meeting the needs of the present without compromising the ability of future generations to meet their own needs."









10 REDUCED INEQUALITIES







13 CLIMATE ACTION

















The Sustainable Development Goals form the framework for improving the lives of populations around the world and mitigating the hazardous man-made effects of climate change

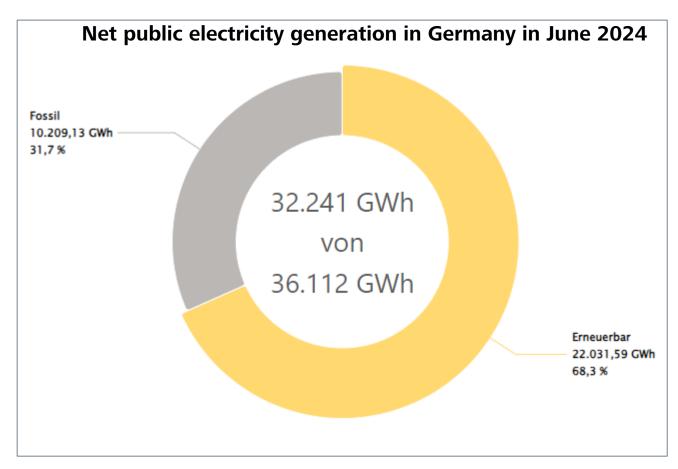


Politics, Ethics and more...

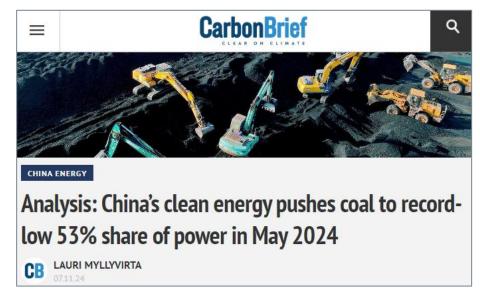
Politics, Ethics and more...

Renewable is cheaper!





Kreisdiagramme zur Stromerzeugung | Energy-Charts



Analysis: China's clean energy pushes coal to record-low 53% share of power in May 2024 - Carbon Brief