

Miscellaneous	
Title:	Carbon Reduction Plan FY2324
Code:	MISC-CRP

Carbon Reduction Plan FY2324 MISC-CRP



Smartway Carbon Reduction Plan

Date: 01 August 2024

Financial Year 2023/2024

Commitment to achieving Net Zero

Smartway is committed to achieving 'Net Zero' carbon emissions by 2045.

The Journey to Net Zero

We are committed to operating our business in a sustainable manner across our entire operations. We recognise that, as we have a complex global supply chain, there are things that we can do to help end unfair and unlawful practices, promote equality and the environment, as well as address social justice and humanitarian issues.

We are dedicated to running our business in a sustainable way across all areas of our operations. We understand that, with our complex global supply chain, we have the opportunity to help end unfair and unlawful practices, promote equality, support the environment, and address social justice and humanitarian issues. That is an opportunity we will ourselves take advantage of.

We are excited to update you on our ongoing efforts to improve sustainability in particular. In line with this commitment, Smartway is launching its carbon reduction plan, following extensive engagement with professionals and consultants, who have provided us with the exceptional support and guidance required to deliver our ambitions. This plan will help us reduce our environmental impact, support global efforts against climate change, and promote a sustainable future. To make a meaningful contribution to global sustainability, we have set carbon reduction targets through 2035. After that, we will establish new targets to ensure we achieve Net Zero by 2045.

Carbon Reduction Targets

In order to continue our progress to achieving Net Zero, we have adopted the following carbon reduction targets. Smartway is committed to science-based targets in line with the Science Based Target initiative (SBTi) guidance:

- **Near Term Target (Scope 1 & 2)** – Reduce absolute scope 1 and 2 greenhouse gas emissions 70% by FY35
- **Near Term Target (Scope 3)** – Reduce Scope 3 emissions by 60% by FY35;
- **Net Zero Target (All Scopes)** – Carbon Neutral by 2045.

Baseline Emissions Footprint

Baseline emissions are a record of the greenhouse gases that have been produced in the past and will be the reference point against which Smartway's emissions reduction can be measured.

Baseline Reporting Period: 1 st April 2023 – 31 st March 2024		
This is our first year calculating our emissions in the UK, using guidance and tools provided by third parties. As we refine our approach, we are committed to improving the accuracy and completeness of our data. We recognise this as the initial step in our sustainability journey and are dedicated to enhancing our emissions reporting in the future.		
Baseline year emissions:	TOTAL (tCO ₂ e)	
Scope 1	28	
Scope 2	23	
Scope 3 For pharmaceutical products, emissions generated by the use of the product by end customers (e.g., energy use, waste generation) are excluded, as they are not part of the company's direct operational processes.	Upstream transportation & Distribution	2570
	Waste Generated in operations	32
	Business Travel	6
	Employee Commuting	187
	Downstream transportation & distribution	2645
Total Emissions	5491	
Current Emissions Reporting Period: 1 st April 2023 – 31 st March 2024		
Current Year Emissions	TOTAL (tCO ₂ e)	
Scope 1	28	
Scope 2	23	
Scope 3 For pharmaceutical products, emissions generated by the use of the product by end customers (e.g., energy use, waste generation) are excluded, as they are not part of the company's direct operational processes.	Upstream transportation & Distribution	2570
	Waste Generated in operations	32
	Business Travel	6
	Employee Commuting	187

	Downstream transportation & distribution	2645
Total Emissions		5491

Key Elements of Our Commitment:

To support our sustainability journey, we actively engage and collaborate with stakeholders, employees, and partners. Transparency and accountability are key to our approach, and we are dedicated to providing clear reporting, monitoring progress, and holding ourselves accountable for our environmental efforts.

Recognising the evolving nature of this journey, we prioritise continuous improvement and remain open to adopting new strategies and innovations that enhance our efforts to reduce our environmental impact.

Carbon Reduction Initiatives

Current Initiatives

Fleet. We have upgraded our old vans to newer models with better fuel efficiency. This initiative is aimed at reducing our overall fuel consumption and lowering emissions.

Policy Changes. We have updated company policies to minimise waste generation and reduce travel-related emissions. This includes:

- Promoting virtual meetings as an alternative to travel.
- Limiting unnecessary company flights and encouraging sustainable travel options.

Energy Efficiency. Our commitment to reducing energy consumption includes changing lights from fluorescent to LED with controls to enhance energy efficiency. We encourage employees to use energy-efficient equipment such as computers, monitors, and servers and promote the use of power-saving settings.

Remote Work Policies. We support remote work for consultants, enabling:

- Flexible working arrangements.
- Increased reliance on virtual collaboration tools.

Paperless Operations. We have adopted digital workflows to reduce some of our paper use by implementing:

- Electronic documentation.
- Digital signatures.
- Online collaboration tools for document sharing and editing.

Future Initiatives



Sustainability Expertise. We plan to partner with sustainability firms to:

- Ensure accurate measurement and verification of emissions.
- Receive expert guidance on reducing our environmental impact.

Carbon Offsetting. We plan to measure our total carbon footprint—including emissions from commuting, energy use, and operations—and offset these through investments in verified carbon offset projects such as renewable energy or reforestation.

Employee Education & Engagement. We will continue to educate employees on the environmental impact of their work and encourage sustainable practices such as:

- Minimising energy consumption.
- Reducing waste.
- Choosing eco-friendly products.

Sustainable Supplier Partnerships. We aim to collaborate with suppliers and vendors who are focusing on sustainability, selecting partners that align with our environmental goals.

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 standard and uses the appropriate Government emission conversion factors for greenhouse gas company reporting.

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) Standard.

This Carbon Reduction Plan has been reviewed and signed off by the board of directors on the 20th of August 2024.

A large, stylized handwritten signature in black ink, appearing to read "Josh Cocklin".

Josh Cocklin
Chief Executive
For and on behalf of
Smartway Pharmaceuticals