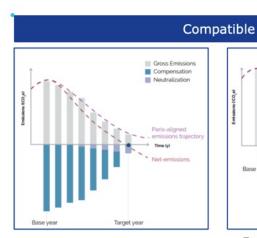


Carbon Offsetting and Carbon Trading Opportunities



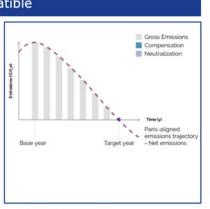
Net Zero targets refer to the balance of GHG emissions and removals

- Emissions are reduced in line with a 1.5°C mitigation pathway as set by the Paris agreement
- Remaining emissions are neutralised by carbon removals or compensated
- Compensation (or offsetting) represents an immediate instrument to achieve the Paris goals compensation, however, cannot entirely replace the necessary emissions reduction



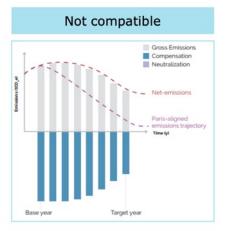
"Climate positive":

- · Full compensation immediately
- · Ambitious reduction
- Step-by-step neutralization



"Emission-free ":

- Full reduction to 0
- No compensation or neutralization in the meantime



"Compensation instead of reduction":

- · No ambitious reduction
- Full compensation or crediting "avoided emissions"

Climate neutrality
=
achieving Net-Zero
emission



Science-based targets represent the scientific approach to climate neutrality



- Science-based targets provide a clearly-defined pathway for companies to reduce (GHG) emissions, on the basis of what climate science identify as necessary to meet the goals of the Paris Agreement
- It is aligned with UN climate targets

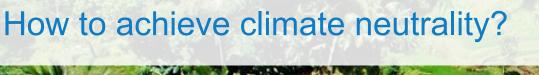
Unified definition by Science Based Targets Initiative

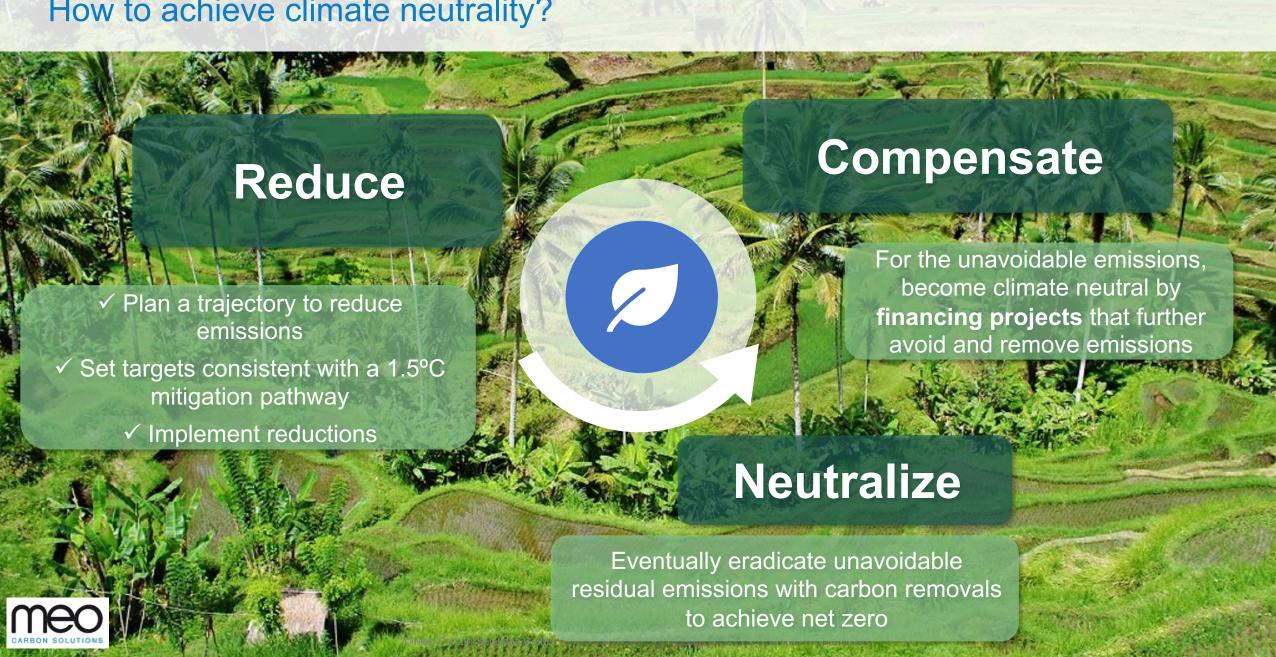
- "How much do we have to reduce?" vs "How much can we reduce?"
- The Science Based Targets Initiative (SBTi) is the authority to science-based targets

- ✓ Net zero target based on science,
 - +
- ✓ Interim milestones on how to get there
 - ✓ Consistent with a 1.5°C mitigation pathway (via SBTi guidance)

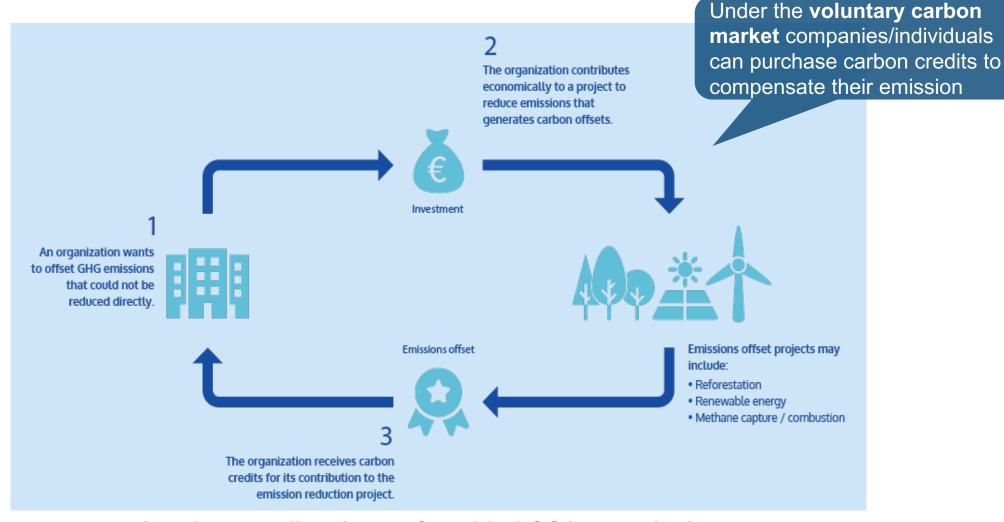
Science-based net-zero targets







Carbon offsetting is a **policy instrument** to enhance sustainability through GHG emission reduction





1 carbon credit = 1 ton of avoided CO2 eq emissions

In order to generate carbon credits a projects should meet specific requirements

Additionality

Additionality means that it can be ensured that the emissions reduction project would not have occurred without the financing from carbon offsetting.

Permanence

Permanence ensures that the **risk of reversal is minimized** and that, should any reversal occur, a mechanism (e.g.. 20% risk buffer pool) is in place that guarantees the reductions or removals will be replaced

Carbon offsetting project

Avoidance of double counting

An emissions reduction should be able to be tracked to ensure that it **has not been already sold**, or cannot be sold in the future, more than once.

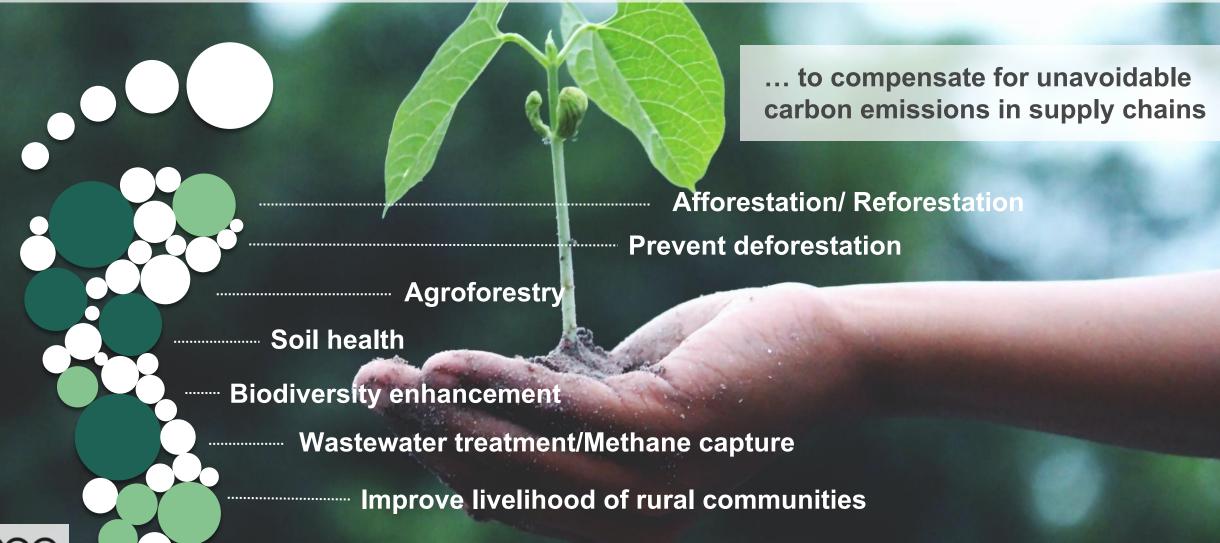
Verifiability

The emissions reductions have been quantified and verified by an independent third party





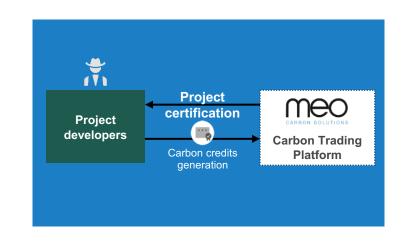
Development of GHG offsetting options ...



Meo Carbon Solutions provides support to interested stakeholders to compensate their own GHG emissions



- Ensuring high-quality carbon credits, addressing social and environmental co-benefits (e.g. ecosystem services), besides GHG emission reduction
- Buying high-quality carbon credits directly from project developers
- Selling high-quality carbon credits
- Certifying carbon offsetting projects







Many thanks for your attention!

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