

Harmonizing environmental and GHG footprints throughout supply chains



Technical Committee Southeast Asia, 26 October 2021 Inna Knelsen ISCC System GmbH The interest on carbon footprint calculations rises significantly – also ISCC is increasingly becoming contacted on the topic



Climate change: China aims for 'carbon neutrality by 2060'





The European Green Deal is a roadmap for Europe becoming a **climate-neutral continent by 2050**.



PepsiCo Doubles Down on Climate Goal and Pledges Net-Zero Emissions by 2040

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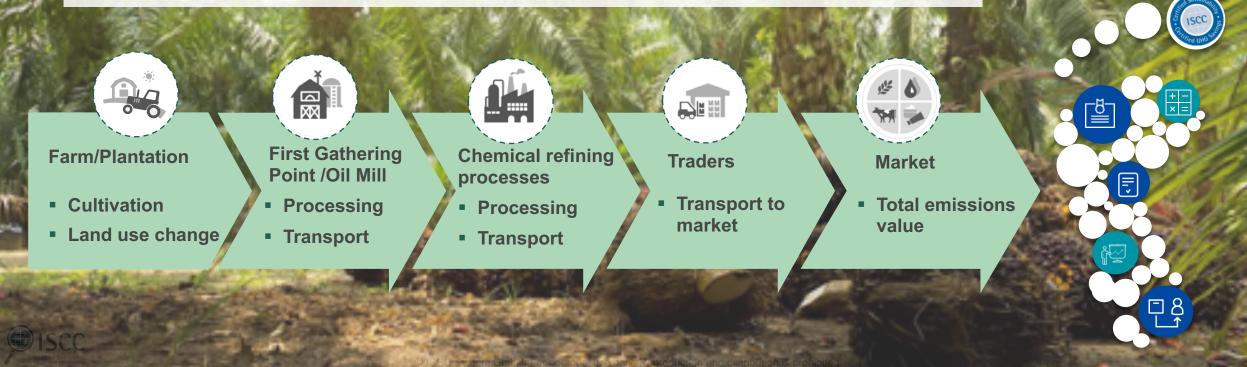
Accelerates efforts to build a more resilient and sustainable food system, reducing absolute GHG emissions more than 40% by 2030 across entire value chain

201 Signatories

See which companies and organizations have committed to net zero carbon by 2040.

How it works currently at ISCC

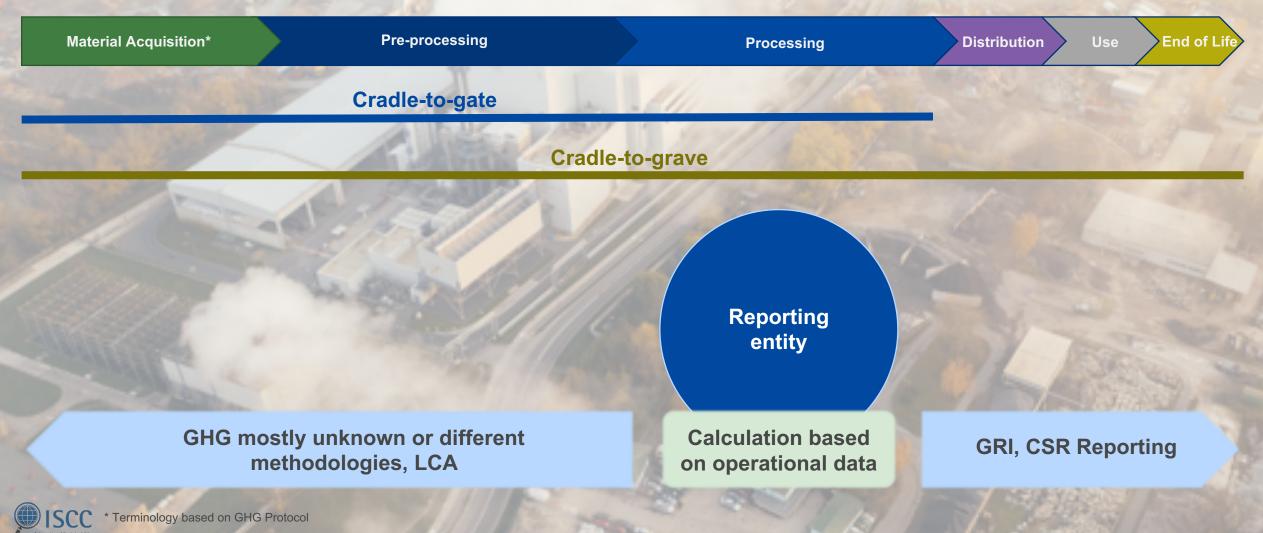
- Carbon footprint calculation and forwarding along the entire supply chain via sustainability documentation
- Individual GHG emission values per production step based on actual data
- Annual verification audits of GHG methodology and input data



Many current requests from market actors refer to acceptance of other GHG standards under ISCC PLUS – today a fragmented landscape exists



Those companies contacting ISCC to integrate their GHG calculations into the ISCC certification provide different possible setups around the reporting entity



Potential issues in different methodologies

Methodology, e.g.

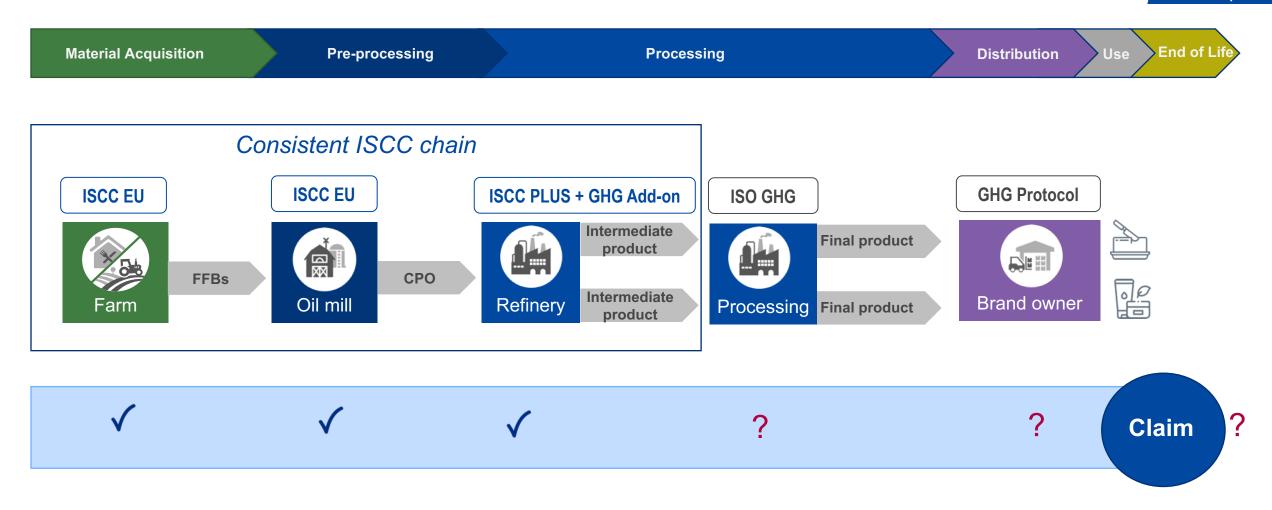
- System boundaries and life cycle stages
- Scope 1-3
- Emissions from land-use change/ soil carbon accumulation/ N₂0
- Carbon sequestration
- Carbon credits/ offsets
- Avoided emissions
- Units
- Allocation

Verification and documentation

- Values are not 3rd party verified
- On-site vs theoretical data
- Claims



The main challenge is to provide harmonisation of applied GHG calculation methodologies among the diverse supply chain setups





Example

ISCC proposes to develop a GHG module that will provide system users a basis for credible and consistent GHG claims

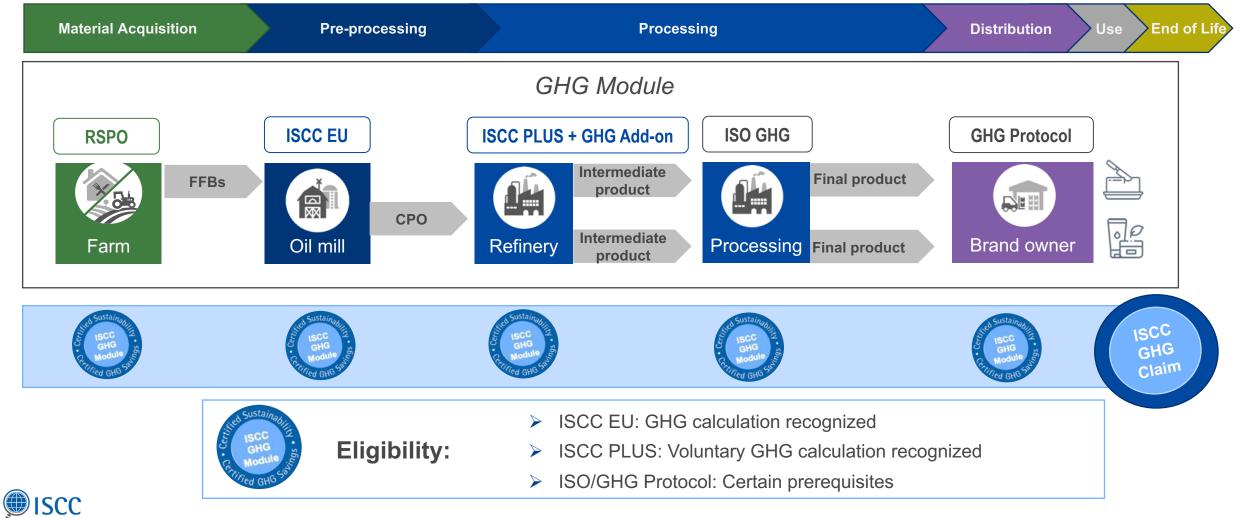




Example

The final solution should work for all certification systems and also non-certified market operators

Example



Key elements for the implementation of a stand-alone ISCC GHG module



- All elements covered / no gaps in chain of custody
- > 3rd party verification at each site
- Forwarding one product specific GHG value
- Complementary to other certifications/ GHG standards

Trainings

- New 1 day ISCC online training for all interested parties
- Auditors
 - must have participated in the training and
 - work for a CB cooperating with ISCC



Adapted GHG methodology

- > New ISCC system document and adapted audit procedures
- Base: ISCC EU methodology adapted to PLUS markets
- Excluding biofuel market references and specificities
- Including a set of requirements that must be fulfilled (e.g. allocation, emission savings/removals)



Audit and certificate

- Stand-alone certificate
- ISCC EU: no additional audit needed
- ISCC PLUS: on top of audit, additional seal and information included on PLUS certificate
- > ISO, Carbon Credits, etc. compatible



In order to further develop a ISCC GHG Module a better understanding of the preferences of the downstream supply chain partners is needed

Proposal for next steps

- Develop a better understanding of supply chain partners GHG needs (footprint, GHG savings etc.) and potential claims
- Set up a pilot
- Refine the ISCC GHG Module

Your input is appreciated \rightarrow Slido participants activity







Many thanks for your attention!



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