

CARBON REDUCTION PLAN GUIDANCE

Notes for Completion

Where an In-Scope Organisation has determined that the measure applies to the procurement, suppliers wishing to bid for that contract are required at the selection stage to submit a Carbon Reduction Plan which details their organisational carbon footprint and confirms their commitment to achieving Net Zero by 2050.

Carbon Reduction Plans are to be completed by the bidding supplier¹ and must meet the reporting requirements set out in supporting guidance and include the supplier's current carbon footprint and its commitment to reducing emissions to achieve Net Zero emissions by 2050.

The CRP should be specific to the bidding entity, or, provided certain criteria are met, may cover the bidding entity and its parent organisation. In order to ensure the CRP remains relevant, a Carbon Reduction Plan covering the bidding entity and its parent organisation is only permissible where the detailed requirements of the CRP are met in full, as set out in the Technical Standard² and Guidance³, and all of the following criteria are met:

The bidding entity is wholly owned by the parent;

The commitment to achieving net zero by 2050 for UK operations is set out in the CRP for the parent and is supported and adopted by the bidding entity, demonstrated by the inclusion in the CRP of a statement that this will apply to the bidding entity;

The environmental measures set out are stated to be able to be applied by the bidding entity when performing the relevant contract; and

The CRP is published on the bidding entity's website.

Bidding entities must take steps to ensure they have their own CRP as soon as reasonably practicable and should note that the ability to rely on a parent organisation's Carbon Reduction Plan may only be a temporary measure under this selection criterion.

The Carbon Reduction Plan should be updated regularly (at least annually) and published and clearly signposted on the supplier's UK website. It should be approved by a director (or equivalent senior leadership) within the supplier's organisation to demonstrate a clear commitment to emissions reduction at the highest level. Suppliers may wish to adopt the key objectives of the Carbon Reduction Plan within their strategic plans.

A template for the Carbon Reduction Plan is set out below. Please complete and publish your Carbon Reduction Plan in accordance with the reporting standard published alongside this PPN.

Carbon Reduction Plan

Supplier Name: Diaverum UK Ltd

Publication date: 31.07.2023

Commitment to achieving Net Zero

Diaverum UK Ltd is committed to achieving Net Zero emissions by 2050, or earlier.

Baseline Emissions Footprint

Baseline emissions are a record of the greenhouse gases that have been produced in the past and were produced prior to the introduction of any strategies to reduce emissions. Baseline emissions are the reference point against which emissions reduction can be measured.

Baseline Year: 2022 – please see details below in relation to our first reporting period

Additional Details relating to the Baseline Emissions calculations.

We have not previously assessed or reported on emissions, therefore our first reporting period of 2022 will also be our baseline.

All conversion factors are taken from the UK Government GHG Conversion Factors for Company Reporting document.

Scope 1

Emissions occurring from sources that are owned or controlled by Diaverum. The reporting includes gas boilers but due to incomplete data for f-gas we cannot report on this. We will report on it in the next period.

Company Vehicles: we do not have any company vehicles, so there are no emissions from this category included in our emissions data.

Scope 2

Purchased electricity, steam, heating and cooling for own use: we purchase energy for 63% of our leased buildings, where the remainder is purchased by the Landlord. The latter is excluded from this report to avoid the double-counting of carbon.

Scope 3

Category 1 upstream transportation and distribution

We purchase goods and consumables from tier 1 suppliers, which they transport and distribute to our Clinics and also facilities-managed Clinics. We do not have any data for this period but for future periods we will capture and report on it.

Category 2 waste generated in operations

We have waste contracts for 70% of our Clinics, which are included within the reporting for this period. The remainder are contracted through landlords and therefore will not be included within this report.

Category 3 business travel

Business travel is recorded through staff expense claims although this is at a monetary level rather than mileage. Mileage is calculated by dividing the monetary value by the mileage claim rate. For future reporting periods we will make improvements to collate and retain mileage data for car, rail, bus and air travel.

Category 4 Employee Commuting

93% of our staff are based at Clinics and the remainder either work at Head Office (HO) or are mobile workers. A 30% sample of our Clinics was used to calculate the commuting distances and the average distance was then applied to the remaining clinics. This takes into account an average shift pattern. Due to insufficient data on home-working, HO based employees have been excluded from the calculations. For future reporting we will include HO staff. Mobile workers' mileage has been included within Category 3, Business Travel.

Category 5 Downstream Transportation and distribution

We do not sell goods so we do not have any data for this category, therefore this scope will not be reported on.

Other indirect emissions

Water supply and treatment is a significant carbon contributor for our routine operational activities. We do not retain sufficient data for this period but we will work with our suppliers to report on this in the next period.

Non-protocol Carbon Reporting

Patient and visitor travel would not normally be included in an organisation's footprint but we recognise it contributes towards a large share of emissions. Whilst we do not currently have the data available we will assess the feasibility to collate and report on it in future.

Baseline year emissions:

EMISSIONS	TOTAL (tCO ₂ e)
Scope 1	N/A
Scope 2	N/A
Scope 3	N/A
(Included Sources)	

Total Emissions	N/A

Current Emissions Reporting

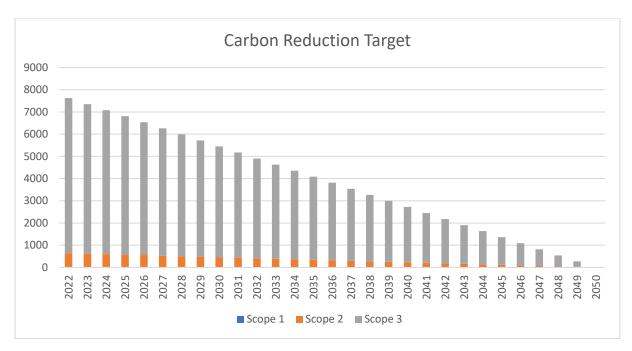
Reporting Year: 2022		
EMISSIONS	TOTAL (tCO ₂ e)	
Scope 1	22	
Scope 2	623	
Scope 3 (Included Sources)	Category 2 waste generated in operations - 6966 Category 3 business travel - 13 Category 4 Employee Computing - 213 7192	
Total Emissions	7836	

Emissions reduction targets

We have no previous emissions reduction commitments so this is our first carbon footprint.

In order to continue our progress to achieving Net Zero, we have adopted the following carbon reduction targets.

We project that carbon emissions will decrease over the next five years to $6437 \ \text{tCO}_2\text{e}$ by 2027. This is a reduction of 18%



As this is our first carbon footprint, we acknowledge that as we improve on our reporting and introduce further elements within the scopes, our footprint may in turn reflect an increase. We accept this as a positive future outcome as we will become more aware of the activities contributing towards our emissions, and can therefore plan to address them.

Carbon Reduction Projects

The following environmental management measures and projects have been implemented since 2020, although as we have not previously assessed or reported emissions we do not fully know their tCO₂e impact.

The measures below have been implemented and will remain in effect when performing the contract.

- Improved Water Management through the implementation of efficient equipment using low energy, water saving devices and consumption monitoring.
- · Reducing in-house emissions by:
 - Maintaining set point-temperatures
 - Training staff on energy efficiency practices
 - Optimising M&E equipment
 - LED lighting programme
 - An automatic meter reading programme
 - Having a process for the purchase and use of energy efficient appliances and their disposal
 - Sustainable travel for staff and patients
 - Procuring suppliers on their ESG commitments
- Prioritising energy efficiency through the continuous review of company activities and their environmental impact, working with energy brokers on a renewal strategy to align with the NHS green plan, we collate half-hourly data at Clinic level for the monthly analysis of anomalies.

 Waste reduction plan in line with the waste hierarchy to remove packaging through central deliveries, reduce it through bulk purchase, continually working with suppliers and waste contractors to improve the recycling of packaging and ensure the Clinics are correctly segregating waste.

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 standard¹ and uses the appropriate <u>Government emission conversion factors for greenhouse gas company reporting².</u>

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) Standard³.

This Carbon Reduction Plan has been reviewed and signed off by the board of directors (or equivalent management body).

Signed on behalf of the Supplier:

hisa Jordan

Date: 31.07.2023