

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.

³Guidance can be found at:

¹Bidding supplier or 'bidding entity' means the organisation with whom the contracting authority will enter into a contract if it is successful.

²Technical Standard can be found at:

https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/991625/PPN_0621_Technic al_standard_for_the_Completion_of_Carbon_Reduction_Plans__2_.pdf

 $https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/991623/Guidance_on_adopting_and_applying_PPN_06_21__Selection_Criteria__3_.pdf$

Carbon Reduction Plan Template

Supplier name: HATS Group Limited

Publication date: 01 May 2023

Commitment to achieving Net Zero

HATS Group Limited is committed to achieving Net Zero emissions by 2030

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		
Additional Details relating to the Baseline Emissions calculations.		
Baseline year emissions:		
EMISSIONS	TOTAL (tCO ₂ e)	
Scope 1	<mark>5225.99</mark>	
Liquid Fuel		
Scope 2	TBC	
Grid Electricity		
Scope 3	<mark>49.8</mark>	
Grey Fleet		
Total Emissions	<mark>5275.79</mark>	

Current Emissions Reporting

Reporting Year: 2023		
EMISSIONS	TOTAL (tCO ₂ e)	
Scope 1	To be reported 01 April 2024	
Scope 2	To be reported 01 April 2024	
Scope 3 (Included Sources)	To be reported 01 April 2024	
Total Emissions	To be reported 01 April 2024	

Emissions reduction targets

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 $791.37 \text{ tCO}_2\text{e}$ by 2028. This is a reduction of 85%

Progress against these targets can be seen in the graph below:

Carbon Reduction Projects

Completed Carbon Reduction Initiatives

The following environmental management measures and projects have been completed or implemented since the 2022 baseline. HATS Group have not speculated as to the reductions achieved by the measures we have introduced as 2022 is our baseline year. Outcomes will be shared when the 2023 results are calculated.

In the future we hope to implement further measures such as:

- HATS Group Ltd has engaged with ESG specialists to assess our current positionand map our future journey.
- Set out a clear plan to reduce our operational emissions to net zero.
- Maintained our BS EN ISO 14001:2015 Environmental Management accreditation.
- Implemented systems and procedures to enable the constant monitoring, measurement and continual reduction of our environmental impact.
- Implemented training for all staff on how they impact and influence the company journey.
- All HATS owned/leased premises have been fitted with:
 - low-energy lighting with movement sensors
 - Low-flow water taps
 - Reduced flush
 - Recycling facilities
 - Low energy appliances
 - All electronic appliances set to 'eco' settings and sleep when not in use
- We have and continue to review our supply-chain partners to ensure they are using both sustainable best practice and remain an ethical source of supply.
- Put in place all the policies, procedures and training to ensure we are doing business in a sustainable and ethical manner including an Environmental Statement signd by our Chief Executive Officer.

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 standard⁴ and uses the appropriate Government emission conversion factors for greenhouse gas company reporting⁵.

⁴<u>https://ghgprotocol.org/corporate-standard</u>

⁵https://www.gov.uk/government/collections/government-conversion-factors-for-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) Standard⁶.

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:

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Henry Bilinski, Chief Executive Officer

Date: 01 May 2023.

⁶<u>https://ghgprotocol.org/standards/scope-3-standard</u>