





Electric powered



White paper

# Decarbonised Solutions

Together we move closer to net zero.

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## Executive Summary

Decarbonising the shipping and logistics sector presents significant challenges, such as complex shifts in technology & operating models, high costs, and a lack of industry standards.

However, it's a necessary transition; with clear opportunities for real change.

That's why we created Decarbonised Solutions.

With Decarbonised Solutions we help you achieve CO2e emissions reductions through certified insetting in our transport network. Your Scope 3 emissions reductions are monitored and you can follow it real-time, plus, we provide you with a CO2e Reduction Certificate for easy & credible reporting.

Through collaboration with our partners we are constantly researching new strategies to keep us moving towards our collective goal: becoming a net-zero logistics industry.



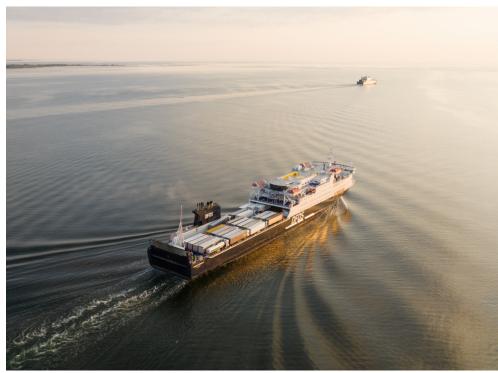
# Looking for trustworthy climate reductions?

Using biofuels and electrification, we generate emissions reductions in our own transportation network, so you can reduce your Scope 3  $\rm CO_2e$  and receive a  $\rm CO_2e$  Reduction Certificate for your climate action reporting.



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### 1. Introduction

Decarbonising essential sectors such as the shipping and logistics sector is a complex task.

However, as governments implement stringent regulations to reduce GHG emissions (such as ETS¹, FuelEU Maritime regulations, local taxation schemes), companies are seeing opportunities to be decarbonisation first movers; setting new industry standards and making a real difference for our planet.

At DFDS, we engage with authorities, universities, suppliers, competitors, and customers to drive political and practical change as we are committed to supporting the transition to a net-zero logistics industry, and enabling customers so we can achieve our climate goals together.

Challenges when transitioning to low and zero GHG<sup>2</sup> fuels include:

New technology & operating models are required

Necessary **substantial investments** pose short-term barriers for suppliers and customers

It's complex to monitor & manage Scope 3 emissions throughout the customers' entire supply chain

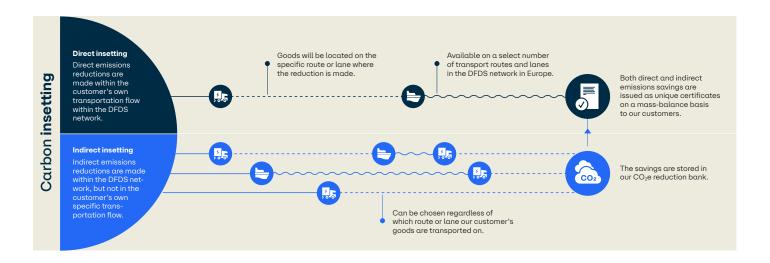
Clear industry-wide standards & demands are lacking

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# 2. Reduce with Decarbonised Solutions

#### 2.1 Direct and indirect insetting

Decarbonised Solutions works through insetting. Decarbonisation projects are funded within the sector where the emissions originate, creating measurable reductions. There are two insetting methods:



#### 2.2 Decarbonised Solutions: techniques

#### 3 **Biofuel for vessels Electricity for trucks** FAME<sup>3</sup> and other biomass We have 115 electric trucks acderived fuels. tive in our network, with 110 more electric trucks on the road by the 3<sup>rd</sup> party certified biofuel<sup>4</sup> and we end of 2025. have proof of sustainability under the ISCC<sup>5</sup> or equivalent mass We strive to use exclusively green electricity for our eTrucks and balance system to support any purchase Guarantees of Origin to emissions-savings claims. back our claim<sup>7</sup>. Only biofuels with wastes, residues and by-products as feedstock are accepted, with preference for advanced biofuels6.

<sup>&</sup>lt;sup>3</sup> Fatty Acid Methyl Ester <sup>4</sup>That fulfils EU's sustainability criteria: at least 65% Well-to-Wake GHG savings <sup>5</sup> International Sustainability and Carbon Certification

<sup>&</sup>lt;sup>6</sup>As per the Annex IX of the EU Renewable Energy Directive II (2018/2001) - i.e. Forestry waste and residues must originate from FSC certified forest or equivalent

<sup>&</sup>lt;sup>7</sup>Or we partner with public charging providers who follow the same approach



#### 2.3 Climate reporting made simple and credible

With Decarbonised Solutions you receive a  $CO_2$ e Reductions Certificate, making your commitment tangible, and you can credibly & simply report your reductions.

#### 2.4 Track your progress, whenever, wherever

Transparency and data-sharing are the cornerstones of decarbonisation. Throughout the process you have access to our  $\mathrm{CO}_2$ e Emissions Report, making your decarbonisation progress visible and sharable in real-time. This allows you to make proactive & data-driven decisions.

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# 3. Case: Reducing with OneMed

"At OneMed, we prioritise sustainable, emission-free solutions throughout our value chain, which is why we're delighted to have partnered with DFDS."

Børge Iversen, Supply Chain Director, OneMed AS

#### 3.1 Challenge: Container load emissions

Wanting to reduce its impact on the environment, OneMed was seeking a transport supplier that could offer  $CO_2$ e-reduced transportation.

#### 3.2 Solution: Decarbonised transport - by sea and road

With Decarbonised Solutions we met OneMed's demand for reduced  $\rm CO_2e$  impact on route:



#### Indirect saving

A container pick up from OneMed's supplier in Blackwood, UK by a conventional truck.



#### Indirect saving

The container is driven to and loaded onto our ferry in Immingham and sailed to Frederikstad, which provides an indirect saving of CO<sub>2</sub>e.



#### **Direct saving**

Upon arrival in Frederikstad, the container is picked up by electric trucks to deliver the goods to OneMed's warehouse in Gardermoen.

#### 3.3 Results: Reduced emissions with Decarbonised Solutions

75% anticipated absolute emissions TTW reduction from both indirect  $CO_2$ e savings by sea and direct by road using eTrucks upon arrival in Norway.

Unique CO<sub>2</sub>e Reduction Certificate received to be used to report Scope 3 emissions.

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### 4. Future solutions

Decarbonisation is a journey; constantly evolving, with no time to waste. The more we learn, the better we can develop solutions specifically for our customers' needs so they can lead the transition to net zero in their industries.

That's why we are proactive and curious in our approach to research and innovation, and agile in response to new revelations.

For sea transport we are currently investigating the possibilities of electric vessels and alternative fuels of non-biological origin. By road, we are looking into battery electric vehicles, fuel cell electric vehicles, and hydrogen used in vehicles with internal combustion engines.



**Decarbonised Solutions** 

## 5. How to get started

If you are in the initial phases of evaluating how to reduce your  $CO_2e$ , the questions below will serve as a good starting point:

Do you know what your Scope 3
emissions are, and which categories
are the largest contributors?

Do you have a preferred choice of
technique or geographic area you
want to prioritise decarbonising?

Do you need help assessing the
opportunities and risks associated
with decarbonising your Scope 3
emissions?

Do you have a clear target to reduce
your Scope 3 emissions?

Do you know how to engage with
stakeholders in your supply chain to
reduce emissions?

Do you have a strategy for how to
communicate your progress or a reporting
standard with proof of reductions?

Your Scope 3 emissions are our Scope 1 emissions; making us uniquely positioned to collaborate with you in reducing your  $CO_2$ e emissions.

Contact us for a customised proposal on how we can best help you achieve your reduction ambitions.

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