# Carbon Reduction Plan





10 January 2024

#### **Commitment to achieving Net Zero**

Direct Tyre Management Limited is committed to achieving Net Zero emissions by 2050.

#### **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.  |  |  |
| Direct Tyre Management currently measure Scope 1 and Scope 2 emissions. During Q4 2024 and Q1 2025, we will begin the work to establish our Scope 3 emissions with the support of our supply chain and operations team. Our baseline is 138.5 tCO2e (Jan to Dec 2022). |  |  |
| Baseline year emissions:   |  |  |
| EMISSIONS  | TOTAL (tCO <sub>2</sub> e)                         |  |
| Scope 1  | 107.4  |  |
| Scope 2  | 31.1   |  |
| Scope 3<br>(Included Sources)  | Work to be carried out between Q4 2024 and Q1 2025 |  |
| Total Emissions  | 138.5  |  |

## **Current Emissions Reporting**

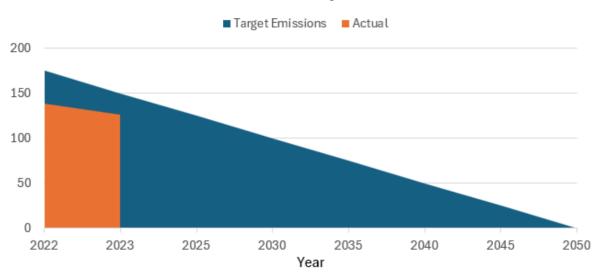
| Reporting Year: 2023          |  |
|-------------------------------|--|
| EMISSIONS                     | TOTAL (tCO₂e)                                      |
| Scope 1                       | 109.4  |
| Scope 2                       | 17.3   |
| Scope 3<br>(Included Sources) | Work to be carried out between Q4 2024 and Q1 2025 |
| Total Emissions               | 126.7  |

## **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  $112 \text{ tCO}_2\text{e}$  (Jan to Dec 2028). This is a reduction of 19% compared to our 2022 baseline.

Our progress against these targets can be seen in the chart below:



#### Carbon Reduction: Projected vs. Actual

# **Carbon Reduction Projects**

## **Completed Carbon Reduction Initiatives**

The following environmental management measures and projects have been completed or implemented since the 2022 baseline. The carbon emission reduction achieved by these schemes equate to 11.8 tCO<sub>2</sub>e, a 8.52% reduction against the 2022 baseline and the measures will be in effect when performing the contract.

Direct Tyre Management achieved certification to ISO 14001:2015 Environmental Management System (EMS) in March 2023, and ISO 50001:2019 Energy Management System (EnMS) in Nov 2023, both through the UKAS accredited certification body, Alcumus ISOQAR.

We have installed LED lighting throughout our offices as well as external lighting. We have installed 6 EV charging points for electric vehicles. 78% of our company vehicle fleet is Hybrid. We aim to achieve 100% by Dec 2024.

Our sales and operations teams conduct customer and supplier meetings through MS Teams whenever this is possible and therefore reduces the number of in person meetings. We encourage car sharing and travel by train where this is practical and appropriate, All of these measures help to reduce our carbon emissions.

We have considered the UN Sustainable Development Goals, and identified that we are already supporting 8. They are:-

| SDG | Evidence of Support  |
|-----|--|
| 4   | Through links to education and assistance and development for<br>employees DTM supports targets 4.3 and 4.4.   |
| 5   | DTM's focus on gender equality and developing program supports targets 5.1, 5.2 and 5.5.   |
| 8   | With our business function supporting industries and own operations DTM facilitates targets 8.2, 8.5, 8.8.   |
| 9   | By supporting technological innovation and sustainable practices in the automotive industry DTM supports targets 9.1 and 9.4.  |
| 11  | By providing access to safe, high-quality products DTM supports target 11.2  |
| 12  | With their business model focusing on lifecycle management, recycling and re-use, DTM supports targets 12.2, 12.5 and 12.6.  |
| 15  | With recycling and reuse of the products provided DTM reduces the requirement of natural resource use and therefore the environmental impact associated with rubber extraction (targets 15.2, 15.5.) |
| 17  | Partnering and collaborating within the value chain and charities supports target 17.17.   |

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

Carry out Scope 3 emissions analysis of our supply chain (Q4 2024 to Q1 2025).

Hybrid fleet to be replaced with full EV's, when they are next due for replacement. By this time the charging infrastructure will be in a better place, and battery technology will have advanced further, enabling vehicles to travel greater distances between charging.

## **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 standard<sup>1</sup> and uses the appropriate Government emission conversion factors for greenhouse gas company reporting<sup>2</sup>.

Scope 1 and Scope 2 emissions have been reported in accordance with SECR requirements, and the required subset of Scope 3 emissions will be reported in accordance with the published reporting standard for Carbon Reduction Plans and the Corporate Value Chain (Scope 3) Standard<sup>3</sup>.

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

Signed on behalf of Direct Tyre Management Limited:

Jan Woodfinden

Head of ESG & Compliance

Date: 10 January 2024