Carbon Emissions Reporting for a Global Company and its Customers - Challenges and Opportunities!

GOGREEN

Environmental protection with Deutsche Post DHL

European Logistics Platform
Dr. Klaus Hufschlag, Brussels, December 3, 2013



- > DPDHL and GoGreen
- > Measure to Manage Emissions
- In Dialogue with Customers

- **DPDHL** and **GoGreen**
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We are a Global platform with a unique portfolio



Partner for e-commerce and a pioneer in secure digital communications



Leader in the forwarding business



Deutsche Post DHL



No. 1 in contract logistics



Source: Deutsche Post DHL, Group Presentation

Key facts about Deutsche Post DHL

EXAMPLES

Approximately **475,000 employees** in more than 220 countries / territories (including nearly 60% outside Germany)

64 million letters / 3.2 million parcels each workday in Germany / 20,000 sales outlets in Germany

Group revenues¹⁾: EUR 55.5 bn / Group EBIT¹⁾: EUR 2.67 bn Market capitalization²⁾: EUR 20,069 bn

- ~ 590,000 international express shipments per day (2012) (Time Definite International) (+9% vs. previous year)
- 4.1 million tons of air freight /
- 2.8 million TEU³⁾ of ocean freight in 2012

23 million square meters of warehouse space in contract logistics

With our fleet of

- 80,000 vehicles
- 168 jet airplanes and
- facilities in 220 countries and territories

we do have an annual consumption of

- 37 Mio. I. gasoline
- 435 Mio. I. diesel
- 1.059 Mio. I. kerosene
- 3,127 Mio. kWh energy consumption⁴

Source: Deutsche Post DHL, Group Presentation, Corporate Responsibility Report 2012; 1) Financial year 2012; 2) As of 12/31/2012; 3) TEU = Twenty-foot equivalent unit, 3) status 2012, of scope 1 & 2 as defined in Greenhouse Gas Protocol 4) for buildings and facilities

Carbon Footprint 2012 – by Division

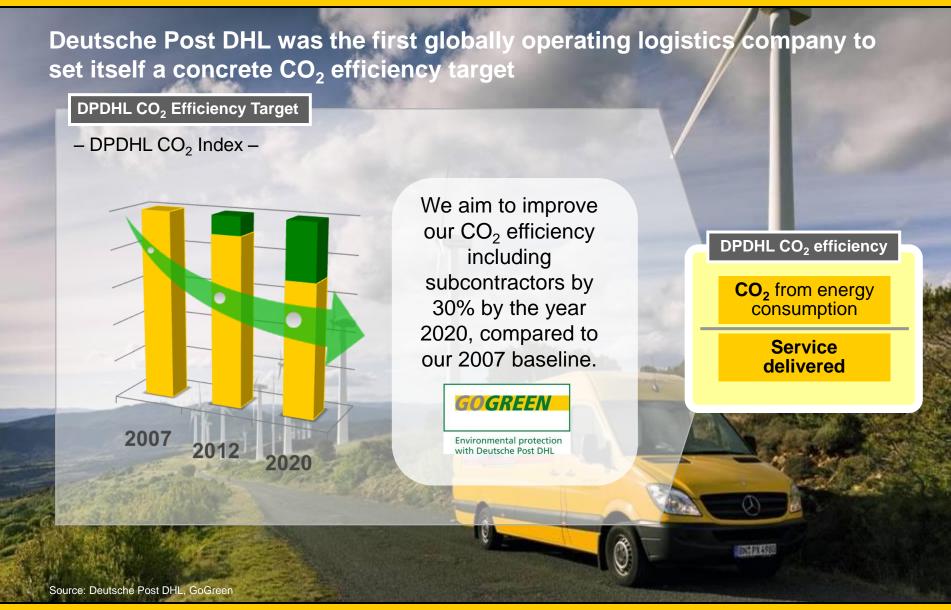
Our CO₂ footprint is significant, even on a global scale

million tonnes of CO ₂	Total CO ₂ emissions	Scope 1	Scope 2	Scope 3
Group ¹	28.04	4.80	0.57	22.67
MAIL	1.16	0.33	0.05	0.78
EXPRESS	9.00	3.64	0.18	5.18
GLOBAL FORWARDING, FREIGHT	16.19	0.16	0.06	15.97
SUPPLY CHAIN	2.09	0.64	0.22	1.23



Source: Deutsche Post DHL; 2) Including CC/Others 3) Absolute CO2 in Mt = Megatonnes = million metric tonnes 4) CDP Cities 2012 Global Report; 5) United Nations Statistics Division: Millennium Development Goals Indicators; 6) for car with 140g/km; 7) European Commission, Joint Research Center, 7.5 t CO2 per capita

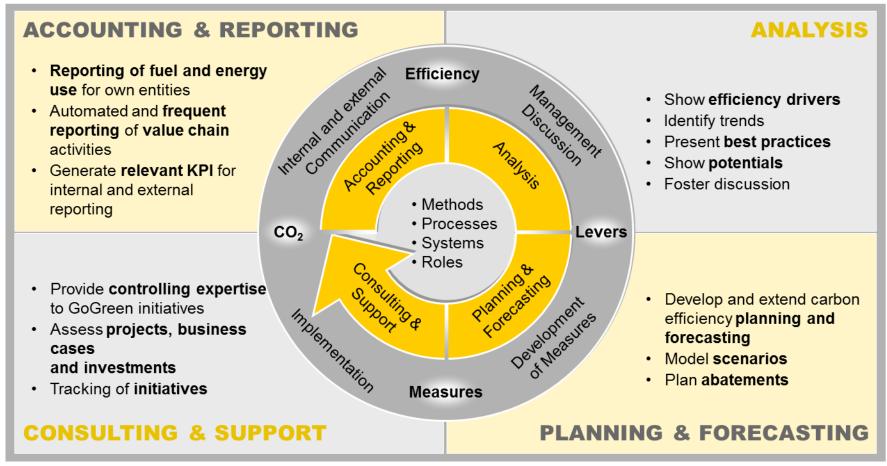
Reaching Goals through Efficiency



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From Carbon Accounting to Carbon Controlling

At Deutsche Post DHL, Carbon Accounting is the starting point of a comprehensive controlling cycle

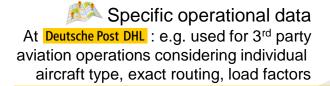


Source: Deutsche Post DHL, Carbon Accounting & Controlling Program

Importance of choosing the right methods ...

To manage GHG emissions successfully, calculation methods need to properly reflect efficiency improvement measures

🏿 Measured fuel and energy use At Deutsche Post DHL: Monthly reporting of fuel and energy use (scopes 1 and 2) from invoices or fuel card management systems for all Group entities globally





Generic operational data At Deutsche Post DHL: e.g. Ocean transport calculation based on aggregated tradelane data

Derived from financial indicators At Deutsche Post DHL: Use of EEIO1) models for extrapolation, data gaps and business where operational data is not available

Source: Deutsche Post DHL 1) Environmentally Expanded Input Output Models

... and appropriate base data!

Meaningful emission figures must be based on real data and reputable default factors

Exchange of real world emission data







Change should become visible in your data, not in your assumptions!

Basis of reliable default factors

HBEFA



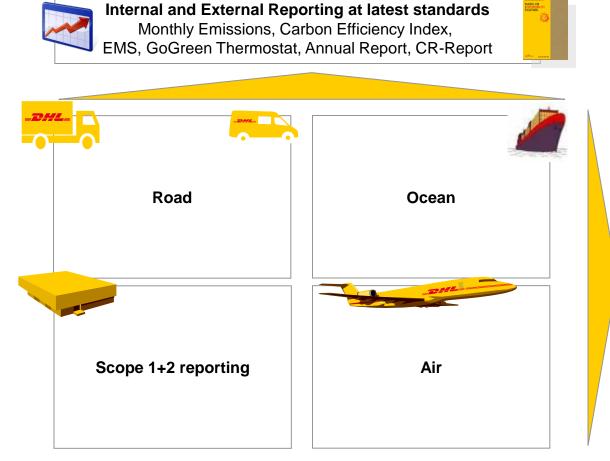


Source: Deutsche Post DHL

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Comprehensive Emissions Inventory

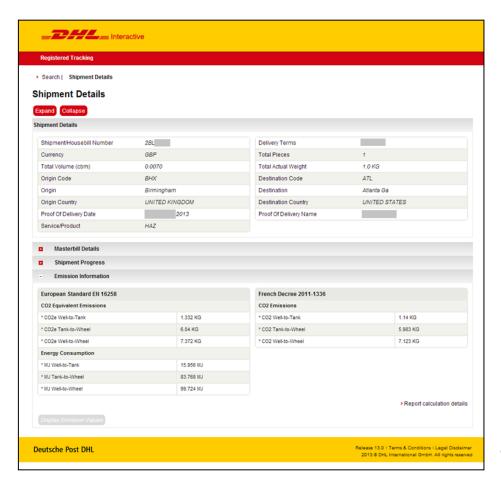
A "single source of truth" for internal, external and customer reporting makes sure customers benefit from real operational improvements

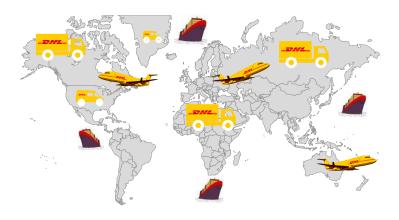


Customer Reporting allocation of FRC/CREST emissions to shipments or on customer accounts (EN 16258, Grenelle 2)

Source: Deutsche Post DHL, Carbon Accounting & Controlling Program

Although our latest customer reporting solution can deal with EN 16258 and - in parallel - with Grenelle II ...





... global standards are required, as logistics goes across borders!

Source: Deutsche Post DHL, Carbon Accounting & Controlling Program

Thank you!



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