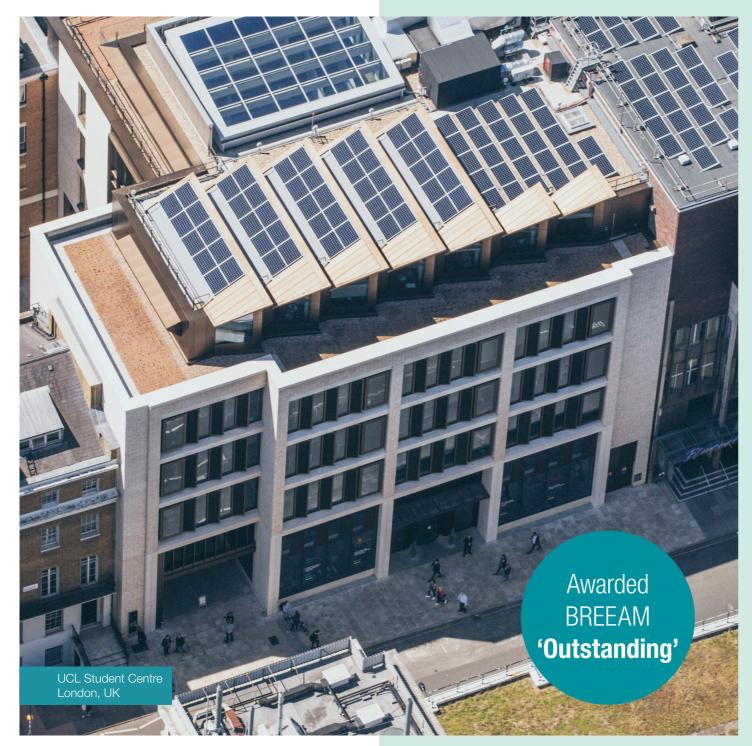
mace

STEPS WITHOUT FORTPRINTS

Net zero carbon strategy January 2020



INTRODUCTION

For 30 years Mace has been shaping cities and building sustainable communities.

We are proud that our work gives us the opportunity to positively impact people's lives - but we are acutely aware that our industry plays a part in harming the planet by generating carbon emissions.

Around 40% of man-made global carbon emissions come from the construction and operation of buildings. Efforts to reduce carbon emissions are gaining momentum across the world, but while 2050 (the date at which the world must eliminate the release of heattrapping carbon) seems far away, our opportunity to change the course of direction is now.

Our industry has already taken steps to reduce its carbon footprint but what we've achieved isn't enough. We must change the way in which we build, refurbish, operate and dispose of properties. We need to come together to develop new technologies, share lessons and implement smarter solutions. We need to collaborate to make change happen on the scale in which it is needed.

For the last eight years Mace has invested heavily in reducing our impact on the planet and we are committed to doing more. We are now ready to take an ambitious step - to become net zero carbon in 2020.

As an industry leader we believe we have a responsibility to spearhead positive change by developing low carbon solutions, introduce best practice throughout our global networks and lead our industry to take bold action.

The climate change crisis is a challenge we all face. We must ensure that we don't use it as a reason to compete against one another, but instead see an opportunity to collaborate and innovate.

The driving force behind this strategy is our exceptional people who constantly strive to go that extra mile, innovate, and challenge convention to find better ways to deliver for our clients, communities and the construction industry.

Together we will take steps towards becoming carbon neutral. It's what our clients, communities and people expect of us and it's the right thing to do.



Mark Rul

Mark Reynolds Chief Executive

WHAT IS CLIMATE CHANGE?

Climate change refers to the long-term shift in average global climate conditions and is often measured by temperature and rainfall.

A significant cause of climate change is the use of fossil fuels. Burning fossil fuels to produce energy releases greenhouse gases into the air. Large amounts of these gases have accumulated in the atmosphere forming a 'blanket' around the planet and trapping heat from the sun.

In the 20th century the planet warmed by an average of almost 1°C. This may not sound like a lot as an average but it means many parts of the world are suffering from dramatic and far greater increases.

World leaders have agreed that temperature rises need to be kept below 1.5°C. Currently, however, the planet's temperature is on course to rise by 3-4°C or more by 2100.

The current period of warming is occurring more rapidly than ever before, as natural fluctuations in the climate are being overtaken by human-induced warming. Droughts, floods, hurricanes and forest fires are occurring more frequently and the rate at which sea ice and glaciers are melting is increasing.

The impacts of climate change are global in scope and unprecedented in scale.

Human factors causing climate change

The UN Intergovernmental Panel on Climate Change (IPCC) has been categorical in its conclusion – climate change is real and human activities are the primary cause.

Cities consume 78% of the world's energy and produce more than 60% of greenhouse gas emissions. Yet, they account for less than 2% of the Earth's surface.

Use of fossil fuels – coal, oil and gas – is the main problem. Burning them has released carbon dioxide and other greenhouse gases which were previously locked deep within the Earth.

Both forests and oceans play vitally important roles in regulating our climate. Cutting down forests on an industrial scale destroys trees which suck up huge amounts of carbon, and melting polar ice caps release trapped methane which releases gases 30 times more harmful than carbon emissions.

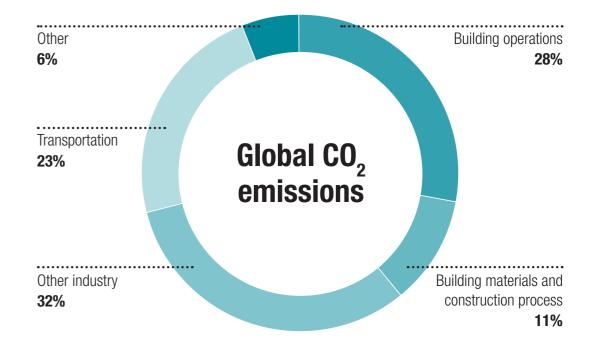
THE CLIMATE EMERGENCY IS NOT A FUTURE PROBLEM, IT IS SOMETHING THAT IS ALREADY AFFECTING US, PEOPLE ARE SUFFERING AND DYING FROM IT TODAY.

GRETA THUNBERG ACTIVIST

Carbon crisis in construction

Around 40% of man-made global carbon emissions come from the built environment - from building operations and also from materials manufacturing and construction processes.

We need to both mitigate the impact our buildings have on the environment and also adapt and futureproof our buildings to accommodate the new climate; much hotter summers, extreme flooding, damaging forest fires and unhealthy air pollution.



Source: Global Alliance for Buildings and Construction 2018 GLOBAL STATUS REPORT

Our industry has a clear part to play in reducing the impact that it has on the planet. There are three primary types of carbon to tackle in the construction industry:

- 1. Embodied carbon the energy used to manufacture, transport and install construction materials.
- 2. Building operational carbon the energy consumed by buildings in use
- 3. Business operations carbon particularly business travel



WE ARE AT A UNIQUE STAGE IN OUR HISTORY. NEVER BEFORE HAVE WE HAD SUCH AN AWARENESS OF WHAT WE ARE DOING TO THE PLANET, AND NEVER BEFORE HAVE WE HAD THE POWER TO DO SOMETHING ABOUT THAT.

SURELY WE ALL HAVE A RESPONSIBILITY TO CARE FOR OUR BLUE PLANET, THE FUTURE OF HUMANITY AND INDEED, ALL LIFE ON EARTH, NOW DEPENDS ON US.

DAVID ATTENBOROUGH BROADCASTER AND NATURAL HISTORIAN

HOW OUR INDUSTRY CAN PLAY A PART IN REDUCING CARBON EMISSIONS

Climate change has been making headlines for the last 30 years but it is only in the last five that the world has started to react to the scale of the crisis.

In 2015 the world-wide crisis was formally acknowledged when 196 countries signed the 'Paris Agreement' to keep global warming to below 2°C. In the following years multiple nations took stock of their responsibility and in 2019 the UK became the world's first major economy to pass a law committing the country to a target of 'net zero' emissions by 2050.

Industries and, in particular, global companies have the opportunity to affect major change. A number of industry organisations have taken a lead in influencing climate change, (for example, Better Buildings Partnership, National Infrastructure Commission, National Federation of Builders, World Green Building Council) but we do not yet have a collective commitment.

While legislation, recommendations and national frameworks have been formed around us, our industry has remained independent in its efforts.

We will achieve more together than if we tackle climate change in isolation. We must help our industry come together to:

- Design buildings as net zero carbon
- Take responsibility for delivering energy efficiency in existing portfolios
- Invest in research and development and drive innovation
- Share knowledge to replicate success across the industry

COMPANIES THAT DON'T ADAPT [MOVE TOWARDS ZERO-CARBON EMISSIONS] WILL GO BANKRUPT WITHOUT QUESTION.

MARK CARNEY GOVERNOR OF BANK OF ENGLAND

Increased demand will drive solutions

To achieve true net zero (carbon neutral without the need for offset compensation), buildings will need to generate or be powered by renewable energy. Modes of transport will need to be 'clean' (i.e. not use fossil fuels), water will need to be re-used and waste eliminated.

To support the development of new solutions and reduce the costs of existing sustainable alternatives, we must work together as an industry to increase demand. Opportunities include:

1. All-electric heavy construction equipment

Hybrid and low-carbon equipment is already available. We can mandate diesel-alternatives and give a clear message to manufacturers.

2. HFC-alternatives for refrigerants

Hydrofluorocarbons (HFCs) used in refrigeration and air conditioning release greenhouse gases that heat up the climate. Lower impact HFC-alternatives are available and affordable. Specifying these will help ensure the growing global demand for cooling doesn't further contribute to climate change.

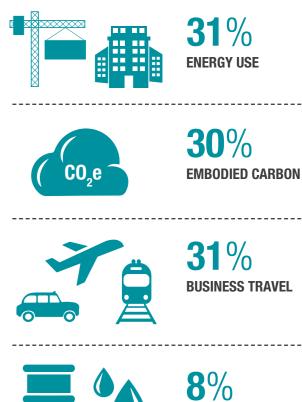
3. Low carbon transport networks

Teleconferencing and agile working are changing how we do business, but there will always be a need for business travel. We can prioritise lower carbon options and choose suppliers who align with our low carbon ambition.

4. Digital solutions

Over recent years digital solutions have greatly developed and we know that they will be a critical component of sucessfully delivering a low carbon future built environment. We must continue to trial and employ these systems.

MACE 2019 CARBON EMISSIONS



WASTE AND WATER

OUR JOURNEY SO FAR

IN 2012 WE COMMITTED TO BEING A MORE ENERGY EFFICIENT BUSINESS

In 2019 we were...

more energy efficient

25%

IN 2016 WE COMMITTED TO CREATING 100HA OF NEW BIODIVERSE GREEN SPACE

We have already planted more than... **3,000** trees



In 2019... **72%** of the power we purchased was renewable

IN 2017 WE SIGNED

RENEWABLE POWER

UP TO RE100 – TO

PURCHASE 100%

BY 2022



IN 2017 WE SET OURSELVES THE CHALLENGE OF DELIVERING DIESEL-FREE CONSTRUCTION

In two years we have

clean tech diesel-alternatives

piloted...

40

IN 2019 WE LAUNCHED MACE TECH

This new construction method generates...

70% less construction waste



70%

JANUARY 2020



OUR FOCUS TO REDUCING CARBON EMISSIONS

Bold change is needed. To lead the charge in 2020 Mace has committed to become net zero carbon. That means that in 2020 we will reduce our carbon footprint as far as possible, and we will offset any outstanding emissions by supporting Gold Standard certified offset projects.

To be net zero we will eliminate the carbon emissions associated with:

	In scope	Out of scope	
Energy use	The electricity, gas and diesel we purchase.	Energy we don't purchase - for example, energy used by Mace people in client offices.	
Embodied carbon	From manufacturing and transporting the materials used in the buildings we develop and own.	Embodied energy in materials we use on projects we don't develop or own.	
Business travel	Our flights, trains, taxis, cars and hotel accomodation.	Commuting travel.	
Waste and water	The water we use and waste we send to landfill.	Waste that is repurposed that doesn't go to landfill.	

OUR STRATEGY TO BECOME NET ZERO CARBON

Reduce

To become more energy efficient we must continue to reduce our energy consumption, travel less for business and generate less waste.

Transform

We will transform our business activities by adopting new technologies, piloting new materials and specifying low carbon energy and diesel alternatives to ensure that we play our part in responding to the climate emergency.

Investigate

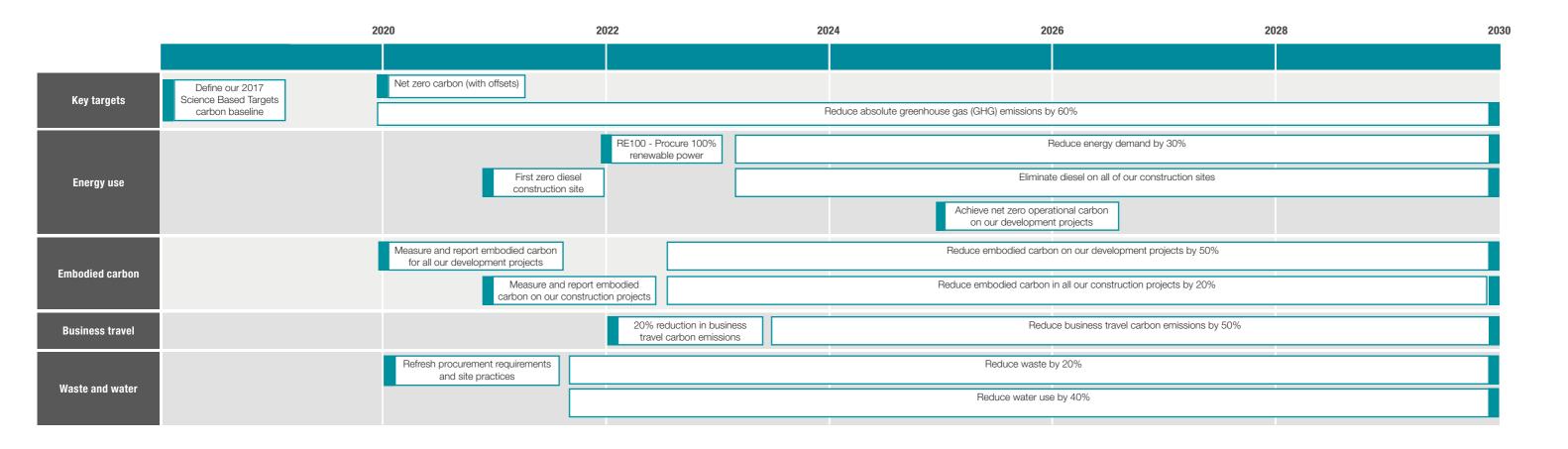
We will continue to position ourselves at the forefront of research and development opportunities – working with technology developers, clients, designers and suppliers to trial innovative low carbon solutions.

Influence

We will encourage and enable our clients, partners and suppliers to embrace low carbon solutions and understand the benefits of net zero carbon.

TIMELINE

The table below shows future milestones, activities and operational changes that we will need to make to reduce our reliance on carbon off-sets.



ACTIONS

The table below details some of the actions that we will take to deliver our commitment to being low carbon.

	Energy use	Embodied carbon	Business travel	Waste & water
Reduce	 Continue to implement energy efficiency solutions in our workplaces Maximise adoption of modern methods of construction 	 Consistantly adopt lean construction techniques and pre-fabrication Reduce virgin concrete use by specifying cement replacements and low carbon concrete 	 Make more low carbon travel choices available (FCM) Develop business unit travel targets and incentivise low carbon choices 	 Optimise materials and reduce waste through design Water used in commissioning
Transform	 Procure 100% renewable electricity Specify usage of hybrid and electric plant and equipment 	 Greater use of cross laminated timber (CLT) Diesel-free construction 	 Electric vehicles and fleet Invest in new teleconferencing facilities 	 Adopt circular economy model Update waste procurement to incentivise minimisation
Investigate	Alternatives to HFCsAl and IOT platforms	 Embodied carbon calculation tools and integration with BIM Develop partnerships eg ultra-low carbon cements 	 Zero carbon for rail, aviation and taxi providers Workplace teleconferencing & connectivity digital solutions 	Investigate new commissioning processesDesign for disassembly
Influence	 Clients to adopt and implement low carbon strategies Suppliers to provide low carbon solutions Landlords to provide improved data from serviced offices we occupy 	 Manufacturers and suppliers to provide embodied carbon data of materials and equipment Challenge structural designs and material choices 	 Share benefits of flexible and agile working Identify low carbon business travel vendors (eg airlines, hotels, car hire) and promote with FCM 	 Designers Suppliers Waste contractors and logistics partners

WHAT OUR NZC TARGET MEANS FOR OUR ENGINES FOR GROWTH

Develop	 Specify electric HVAC systems and purchase 100° Measure and report the embodied carbon in our c Phase out use of HFCs in refrigeration and air con
Consult	 Reduce business travel (flights, taxis and hotel state Support clients to adopt and implement low carbo Share knowledge of low carbon solutions with clients
Construct	 Phase out the use of diesel Undertake research and development and innovat Reduce waste
Operate	 Buy renewable energy and implement smart-build Invest in digital systems to enable remote monitori Incentivise clients with energy performance deliver
Group services	 Improve teleconferencing facilities and uptake to p Prioritise low carbon travel options offered by Mac Help define incentives for low carbon transport or

00% renewable electricity

r developments and target a 20% reduction on each project

onditioning systems

stays)

- bon strategies
- lients, designers and project delivery teams

vate in low carbon materials, MEP and digital solutions

ilding retrofit to reduce energy intensity of buildings we manage

oring and management to reduce our need to travel

very contracts

provide a credible alternative to business travel

- ace travel partners
- or reduced business travel

ACT NOW

Join us on our journey

We are more than 6,000 people at Mace and we have the opportunity to change our industry on a global scale - to lead the change we need and to encourage our industry to work together. To be successful we need all Mace people to get behind our commitment, be bold in taking action and share learning with colleagues. Fo r ideas and inspiration, please visit the Knowledge Hub.

Share your questions, suggestions and actions with: stepswithoutfootprints@macegroup.com

HELPING TO SOLVE A SYSTEMIC PROBLEM LIKE CLIMATE CHANGE IS AN OPPORTUNITY FOR COMPANIES TO UNLEASH INNOVATION.

PAUL POLMAN CEO OF UNILEVER

Mace's service offer

Mace has a successful track record of managing the delivery of award-winning, low-carbon programmes, buildings and energy infrastructure for clients across the globe.

Our people help clients to achieve their carbon ambitions, from shaping and developing corporate targets, to delivering estate-wide transition programmes, constructing low carbon buildings, and developing and financing low carbon assets.

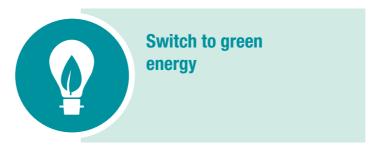
Our service offer includes:

- Net zero carbon strategy planning, governance and employee engagement programmes
- Carbon data measurement and reporting
- Commercial planning and costing
- Programme and project management
- Estate masterplan and zero carbon hierarchy implementation
- Co-investment and development and delivery of clean
 energy projects

For further information or to arrange a client meeting, email: **stepswithoutfootprints@macegroup.com**

Six ways you can make a difference at home

It's easy to feel overwhelmed by the scale of the challenge but it's important that we all take responsibility for our own actions. Every small change will have an impact.





Generate less waste (eg single-use plastics)



Measure your carbon footprint

www.footprint.wwf.org.uk

Please visit infomace Responsible Business pages for more information.

JANUARY 2020



Offset your carbon emissions

www.goldstandard.org



Reduce the amount of meat you eat

Reduce your travel

MACE HAS COMMITTED TO ACHIEVING NET ZERO CARBON EMISSIONS

Join us on our journey
#stepswithoutfootprints

Mace 155 Moorgate London EC2M 6XB +44 (0)20 3522 3000

www.macegroup.com