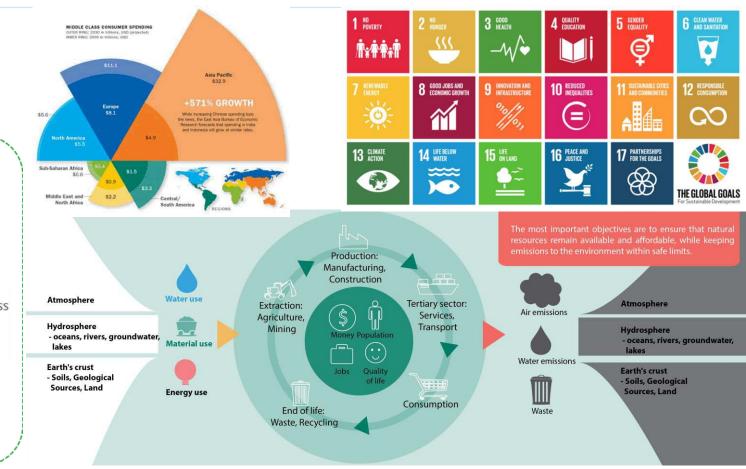


# Sustainable Consumption and Production

UN Environment 's support for Asia Pacific region

# Why SCP?

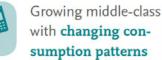




### Growing population from 7 billion today to 9 billion by 2050

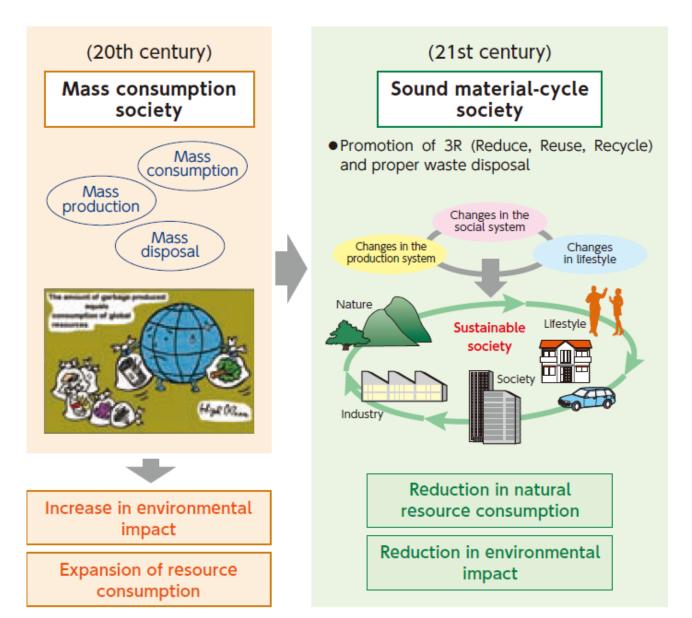


ment and increasing global trade





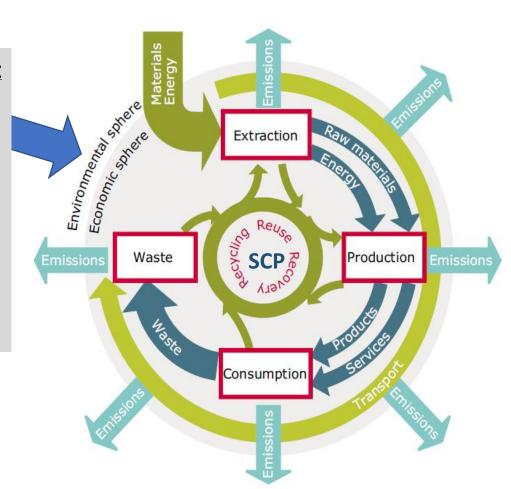
## Circular economy – Linear to circular society



# Circular economy – Decoupling Sustainable Consumption and Production (SCP)

### **Enabling Environment**

- Policy
- Technology
- Standards
- MEPS
- Regulations
- Incentives
- Private sector engagement
- Access to finance



### CIRCULAR ECONOMY ASIA PACIFIC (CEAP)

### **The Challenges**

#### **Natural Resources**



In 2015, Asia and the Pacfic represents 63% of global material use.

#### **GHG** emissions

330% GHG emissions from the region grew by 330%, including increase in short-lived climate pollutants

### **Plastic**



6,300 Mt of plastic waste has been generated as of 2015. Of this waste, 9% has been recycled, 12% incinerated, and 79% has accumulated in landfills or the natural environment.

#### Air pollution

70% Air pollution is responsible for more than 6.5 million deaths annually, the bulk of which – 70 % – occurs in Asia Pacific.

Source: APCAP, 2018

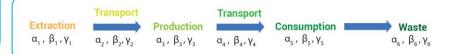
### Circular Economy and the 2030 Agenda

**SDG 12** Responsible Consumption and Production

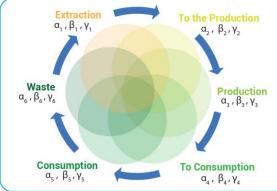


#### Current

#### **Linear & Inefficient**



### **Circular Economy**



1. Efficiency in Cycle

Benefits

- 2. Extended Life including 2nd (Refurbishment) & 3rd (Remanufacturing)
- 3. Green Supply Chain
- 4. Efficiency of Product Use

Improvement  $\alpha - \Delta$ 

β - Δ

γ - Δ

#### Legend

α = Resource Required

B = Environmental Damage

γ = Waste

∆ = Reuse , recycle

# Circular economy – Business models

<b>Business model</b>	Description	Illustration
Circular Supply Chain	Provide renewable energy, bio-based- or-fully recyclable input materials to replace single life-cycle inputs	BASF is replacing finite fossil resources with sustainably produced renewable resources through its innovative production Verbund Biomass Balance approach
Recovery & Recycling	Recover useful resources / energy from disposed products or by-products	Nike reuses and recycles footwear manufacturing scrap and post-consumer shoe wastage, converting it into raw material for other sports equipment manufacturing players
Product Life Extension	Extend working lifecycle of products and components by repairing, upgrading and reselling	Patagonia launched an online store where customers trade-in their used clothing in return for store credit, thereby extending the life of products
Sharing Platform	Enable increased utilization rate of products by making possible shared use, access or ownership	Airbnb operates as an online marketplace for people to lease or rent short-term lodging, facilitate tourist experiences or make restaurant reservations
Product as a Service	Offer product access and retain ownership to internalize benefits of circular resource productivity	Philips offers lighting as a service, wherein users are required to pay for the consumed intensity (rather than for the product)

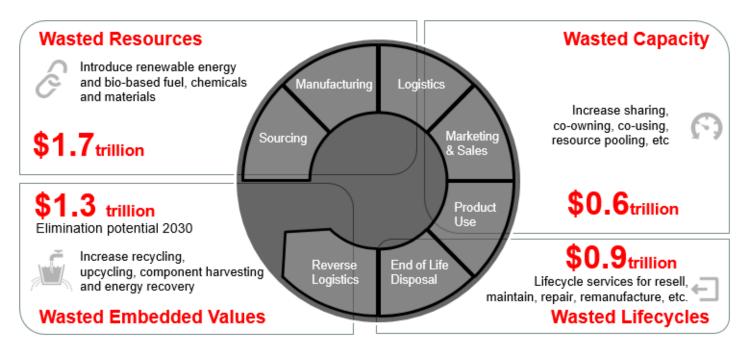
## **Circular economy - enablers**

Better awareness	Disruptive technologies	Enabling policy landscape	Innovative funding models	Collaboration and partnerships
	<b>€</b>	B	-jф́-	O.
<ul> <li>Better consumer awareness required to drive adoption of new interaction models (between suppliers and consumers)</li> <li>Educating entrepreneurs, designers, engineers, procurement officers, and product managers about the art of possible</li> <li>Intervention in school and university curriculums to influence mindset</li> </ul>	<ul> <li>Emerging technologies can accelerate a shift towards CE models— for example, enabling cleaner resources (bio-materials), enabling extended lifecycles (through predictive maintenance) and enabling shared platforms (through loT)</li> <li>Three types of technologies would be critical-digital technologies (such as loT), physical technologies (such as 3D printing) and biological technologies</li> </ul>	<ul> <li>Favourable policy landscape can help accelerate adoption through elimination of barriers and driving behavioural change</li> <li>Several policy measures already introduced in India – for instance, Zero Defect, Zero Effect, scheme, plastics waste management rules, e-waste rules, BIS standards for CE principles</li> </ul>	<ul> <li>Funds required to drive R&amp;D and capital investments</li> <li>Illustrative examples of best practices – ESG investing (such as green bonds), CE innovation fund introduced by Finnish Government</li> </ul>	<ul> <li>Need for both cross-sector partnerships and partnerships across different players (for example, MSMEs, government, urban local bodies, NGOs and consumers)</li> <li>For instance, MSTC and Mahindra partnering for India's first auto shredding business</li> </ul>

(such as bio-based

materials)

# Circular economy – Economic benefits through new businesses



- Wasted resources are materials and energy that cannot be continually regenerated, but instead are consumed and forever gone when used.
- Products with wasted lifecycles have artificially short working lives or are disposed of even if there is still demand for them from other users.
- Product with **wasted capacity** sit idle unnecessarily; for instance, cars typically sit unused for 90% of their lives.
- Wasted embedded values are components, materials, and energy that are not recovered from disposed products and put back into use.

# **Industry 4.0 and SDGs**

### Automation and AI's threats and opportunities to SDGs in emerging Asia



- Increased unemployment.
- End of export-led manufacturing model.
- · Reduced tax base.
- Lower disposable income for food purchases.
- Reverse migration to food-insecure rural areas.
- Micronutrientdeficient diets.

- Obsolete educational curricula.
- Reduced public spending on education.
- Widening gap between high and low-skilled.
- Greater gender pay imbalance in STEM.
- Reduced women employment in BPO and retail.
- Algorithm-driven decisions bias against women.

- Decline of the BPO sector.
- Decline of developing Loss of export-led economy technological

innovation.

- Regionalisation of Polarised industralisation.
- Racial and ethnic bias from badlydesigned AI.
- Wealth polarisation away from labour.
- Higher wages for STEM-trained middle classes.
- Social media bots generate misinformation.
- Increased cyberterrorism vulnerability.
- Al-based surveillance targets minorities.





**SDGs** 

### Opportunities

- More efficient welfare through digital ID.
- Al and big data-enabled fin-tech.
- New livelihoods in the gig economy.
- Al and big data-driven food supply chains optimisation.
- Improved manufactured food quality
- through sensors. Yield improvement through precision agriculture.
- Advanced health diagnostics through Al and big data.

Health spending

constraints.

safeguards in

gig-economy.

· Job insecurity.

Lack of

- Improved access to care through telemedicine.
- Blockchain and Al-optimised patient data.

- e-learning tools.
- Speech recognition for learning.
- Al-based marking optimises teache time allocation.
- Women opportunity in automationproof sectors (e.g care economy an tourism).
- Reduced decisionmaker bias in recruitment or
  - finance through Al-powered selection software.

 Creation of new, improved livelihoods.

Resurgence of

informal sector.

manufacturing

supply chains.

model.

- Reinvigoration of rural areas through
- internet-enabled entrepreneurship.
- (e.g 4G/5G). Emergence of new innovation champions in middle income Asia.

· Benefits of IoT

encourage ICT

infrastructure

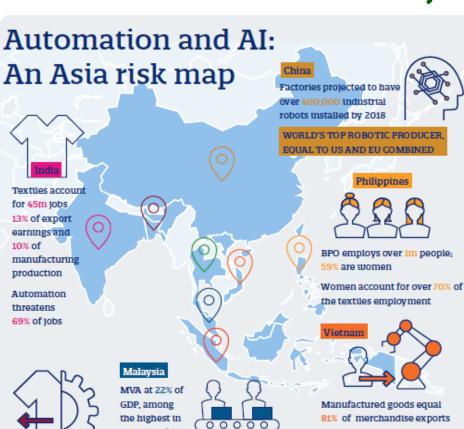
investment

- Women excel in rising sectors of creative industries and
- e-commerce. Internet inclusion gives discriminated groups more independent

means of income.

- Blockchainpowered citizen data management.
- Human rights enforcement through social media listening.

### SDGs- New job markets



emerging Asia

Manufacturing sector still between mass production and automation

Garments equal 80% of exports. 45% of industrial

Export-sensitive to

EU (54.5%) and US

workforce.

(19.3%)

Manufacturing comprises of

74.6%

of merchandise exports

Moderately exposed to automation leaders the US (11.2%), EU (10.3%), and China (11.4%)

ASEAN's largest textiles, clothing and footwear (TCF) exporter

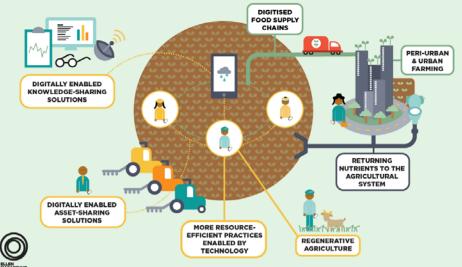
of jobs "at risk" of automation according to ILO

Manufacturing goods equal 44% of merchandise exports





### WHAT DOES THE CIRCULAR ECONOMY MEAN FOR FOOD AND AGRICULTURE IN INDIA?



Source: Various, The Economist Intelligence Unit analysis.

TINY.CC/INDIAREPORT

### **Addressing the Transversal nature of SCP**

1 NO POVERTY

Access to natural resources for energy, food, water

2 (120)

Sustainable food systems 3 GOOD HEALTH AND WELL-BEING

Chemicals in air/water pollution

4 QUALITY EDUCATION

Education for sustainable lifestyles

5 GENDER

G CLEAN WATER AND SANITATION

Reduce water pollution Water efficiency

7 AFFORDABLE AND

Renewables Energy efficiency DECENT WORK AND

Resource efficiency Sustainable Tourism 9 INDUSTRY, INNOVATION

Sustainable infrastructure, industry Environmentally sound technologies

10 REDUCED INFORMALITIES



11 SUSTAINABLE CITIES
AND COMMUNITIES

Sustainable urbanization, transport Resource efficient cities

HE GLUBAL GUALS

For Sustainable Development

12 RESPONSIBLE CONSUMPTION AND PRODUCTION



LIFE BELOW WATER

Sustainable fisheries, tourism

15 UFE ON LAND



16 PEACE AND JUSTICE STRONG INSTITUTION



17 PARTNERSHIPS FOR THE GOALS



Climate change mitigation

# **Creating a Conducive Environment**

### Government

**Public Sector** 

Regulatory Framework, Institutional Setup, Tariff Designing, Subsidies & Guarantees

### **Business**

**Private Sector** 

Financial Share,
Technical Innovation,
Managerial Role,
Local Knowledge,
Backward & Forward
Linkages

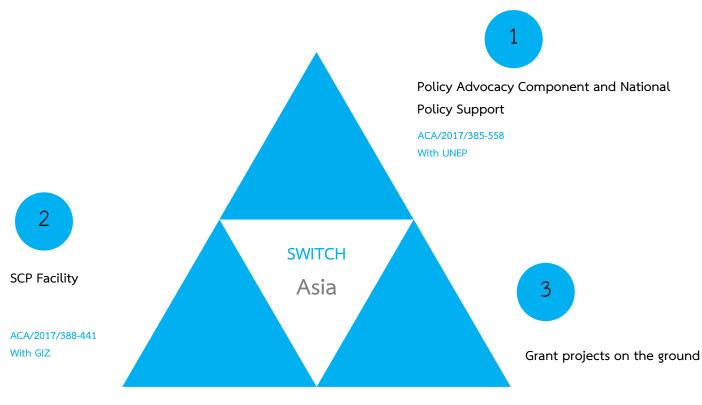
Sustainable Development

Citizens

Community

Willingness to Pay,
Awareness and Will,
Environmental
Friendly Life Styles

## **SWITCH-Asia (EU funded)**

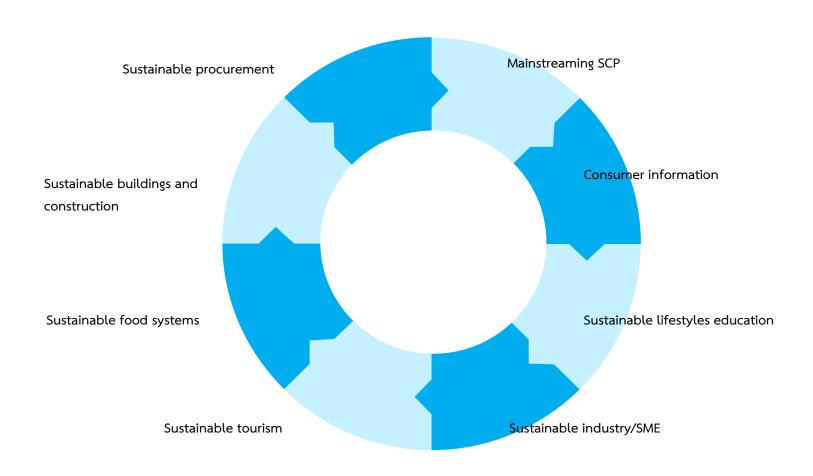








### ASIA PACIFIC SCP ROADMAP - PRIORITY SECTORS











# What is cooking on the menu?



### BUILDING REGIONAL CAPACITY FOR INCLUSIVE GREEN ECONOMIES AND SUSTAINABLE CONSUMPTION AND PRODUCTION

### Menu of Services

"Global Opportunities for SDGs" (or GO4SDGs for short) aims to serve as a regional pacemaker and enabler, sharing innovative and successful practices from countries at the regional level while building on existing networks and pools of expertise to advance sustainable consumption and production and inclusive green economies around the world. It is designed to strengthen cooperation and capacities to deliver on the 2030 Agenda and Paris Agreement by helping countries chart pathways to decarbonize and decouple impacts of economic activity on the climate and biodiversity.

COVID-19 has changed the economic and social landscape. The pandemic has exposed many fragilities in our economies, deepening existing inequalities, and making the plight of the poor and vulnerable more visible. All this highlights the imperative for innovation and sustainability to "build back better" and accelerate the transition to a just and inclusive green economy. GO4SDGs can play a role in supporting countries, in key sectors of their economies, in addressing and overcoming the shocks of COVID-19 containment measures by identifying opportunities to build back better and green.

This menu of services showcases the different tools that the GO4SDGs partners can bring to bear at the regional and national level as countries seek to jumpstart their economies and job creation as part of the recovery from Covid-19 while advancing their climate and biodiversity commitments. It reflects the collective knowledge and efforts of leading global initiatives designed to support an economic transformation, including the One Planet Network, the Partnership for Action on Green Economy (PAGE), the Green Growth Knowledge Partnership (GGKP), the World Economic Forum, UNDP Climate Promise and NDC Support Programme, the NDC Partnership, SEED, the International Labor Organization (ILO) and the International Trade Union Confederation (ITUC). This menu offers a glimpse of what GO4SDGs can bring to the table as part of efforts to support countries in building back better to reach the SDGs and a 1.5 degrees world.

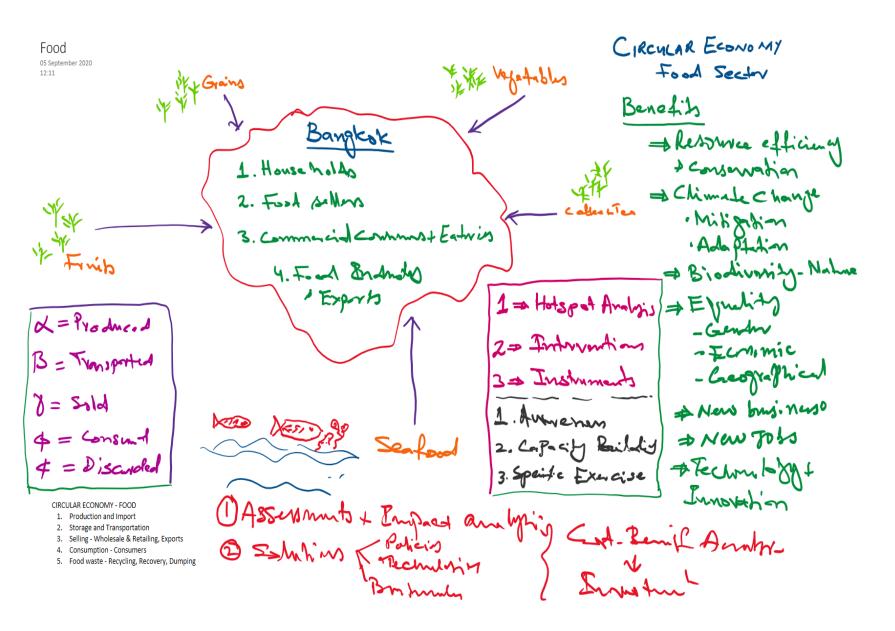
### Available at:

www.greengrowthknowledge.org/initiatives/globalopportunities-sdgs-go4sdgs

The menu of services is focused on the following key questions for potential users and clients, which includes governments, small and medium sized enterprises and youth networks, schools and universities:

- 1. How can resource efficiency help to decarbonize my economy and make it more sustainable?
- 2. How to jump start the economic recovery using fiscal policies to build back better?
- 3. What enabling conditions can help spur policies and investment for sustainable and resilient infrastructure in the recovery process?
- 4. How to reduce food waste and promote healthy diets to support policies on food security and climate change?
- 5. How to scale up sustainable innovation and access to finance for the private sector, especially for small and medium sized enterprises?
- 6. How to move from a linear to a circular approach/model for resource use?
- 7. Which policies and incentives can be used to trigger investment and innovation to phase out single-use plastics?
- 8. What skills are needed for youth today for tomorrow's economy and how to access them?
- 9. How to empower youth to embrace sustainable lifestyles and make smart choices?

# CleanTech – Food Waste Management



### UNEP's toolkits and training

- Guidelines for Holistic Waste Management at national and city level
- Guidelines for Framework Legislation for Integrated Solid Waste Management
- Sustainability Assessment of Technologies
- Waste agricultural biomass to a resource
- Converting waste plastics into a resource
- Technologies for waste oils
- Treatment/Destruction of healthcare waste
- WEEE/e-waste management
- Waste and climate change
- Wastewater reuse
- Water use efficiency every drop counts

- Quantification and characterisation of waste
- Assessment of current waste management system and gaps therein
- Target setting and stakeholders' concerns
- How to develop integrated solid waste management plan
- Sustainable Public Procurement (Green Public Procurement)
- Compendium of Technologies
- Assessment of waste plastics
- Assessment of E-waste
- Assessment of value chain for E-waste management and take-back system

