

CLIMATE POSITIVE BY 2030



POSITIVELY
FARFETCH

Methodology and Baseline

We recognise the climate emergency and the need to act now. This is why we have developed a working definition for our goal of becoming Climate Positive to enable us to strive for, measure and hold ourselves accountable. This methodology has been created in partnership with EcoAct, sustainability consultant experts, and we will review it every year to ensure we align to new best practice or industry guidelines.



TO ACHIEVE OUR CLIMATE POSITIVE GOAL, WE MUST FIRST ACHIEVE NET ZERO:

NET ZERO

Measure

Each year we will work with a credible 3rd party to calculate and review our entire business carbon footprint, inline with The Greenhouse Gas Protocol. In the future we will look to also have our footprint externally verified.

Reduce

We will reduce our emissions in line with recommendations from the Science Based Targets Initiative. Reductions will be achieved through 100% renewable energy across our scope 1 & 2, driving efficiencies across our scope 3 emissions and setting Science Based Targets collaboratively with our suppliers.

Offset

Offset unavoidable emissions through verified offset projects. From April 2020 FARFETCH committed to offset all emissions generated by delivery and returns via the FARFETCH platform, our largest impact area.



CLIMATE POSITIVE

Engage with stakeholders on carbon impact to enabling measurable reductions

Developing and offering low carbon solutions to partners, customers and employees to help them reduce their climate impact beyond FARFETCH's footprint boundary.

Deliver and measure carbon savings through circular initiatives

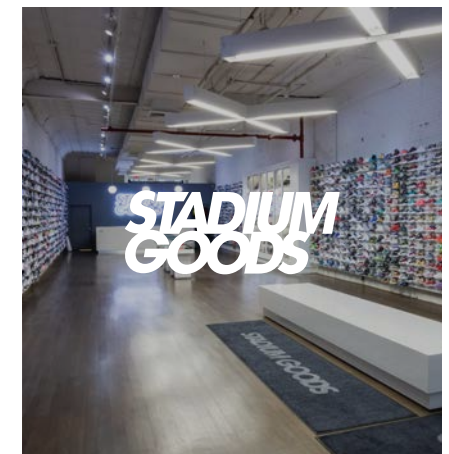
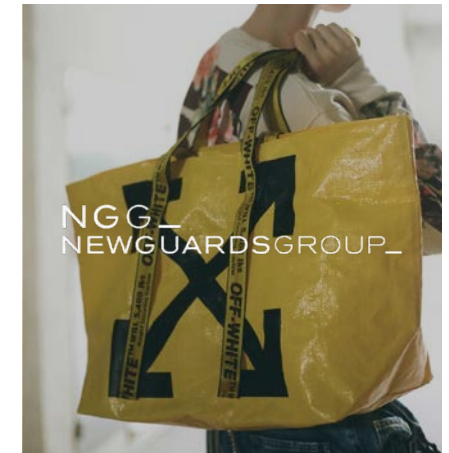
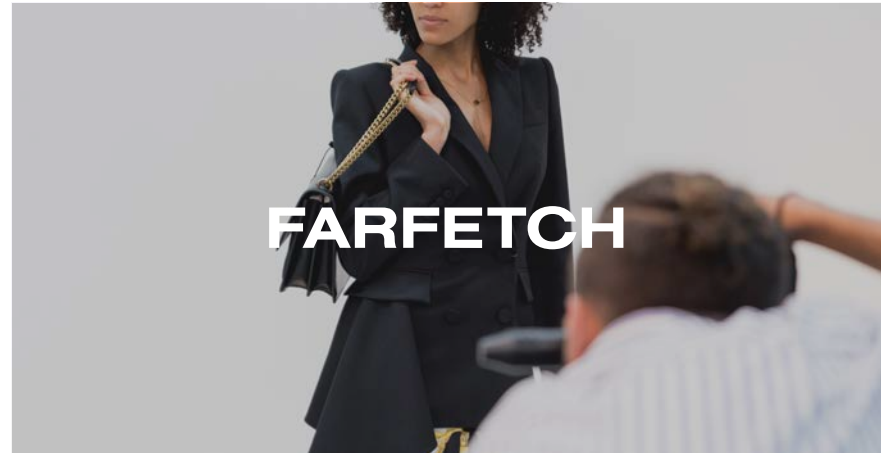
Delivering products and services to our customers which help reduce waste and extend the life of fashion, so reduce the climate impact of fashion (in line with our Positively Circular goal).

Support innovation in carbon reductions/removals

Supporting the development of innovative technology to accelerate the reduction/removal of carbon.

CLIMATE POSITIVE WORKING DEFINITION

Achieving Net Zero by reducing our footprint in line with Science Based Targets while offsetting unavoidable emissions and supporting our wider value chain that sits outside of our footprint boundary, to achieve additional carbon reductions that are equivalent to at least 10%+ of our carbon footprint.



FARFETCH CARBON FOOTPRINT BOUNDARY

Together with EcoAct we have defined our footprint boundaries in line with the GHG protocol. Each year we will complete a scope 3 screening exercise, ensuring that any areas of significant impact within our sphere of influence are considered as part of our boundary.

Even though NGG joined the FARFETCH family in August 2019, we have considered their full year footprint data in order to create a full year baseline for FARFETCH.

	DIRECT EMISSIONS Fossil Fuels, Fugitive Gases Scope 1	INDIRECT EMISSIONS Energy Scope 2	INDIRECT EMISSIONS Other Scope 3	
IN SCOPE	Fuels for building energy (natural gas etc)	Electricity	Category 1: Purchased Goods and Services	Category 6: Business Travel
	Refrigerant Gases	District Heating/Cooling	Category 3: WTT & T&D	Category 7: Employee Commuting
	Owned/leased vehicles		Category 4: Upstream Transport and Distribution	Category 9: Downstream Transportation and Distribution
TO BE CONSIDERED IN 2020 FOOTPRINT			Category 5: Waste	
			Category 10: Processing of Sold Products	Category 12: End-of-life Treatment
OUT OF SCOPE			Category 11: Use of Sold Products	Category 14: Franchises
			Category 2: Capital Goods	Category 15: Investments
			Category 8: Upstream Leased Assets	Facilitated Product Sales*
			Category 13: Downstream Leased Assets	

*PRODUCTS NOT PURCHASED OR MANUFACTURED BY ANY FARFETCH BUSINESS UNITS

CARBON FOOTPRINT DATA 2019

A combination of emission calculation methodologies have been used:

1. Supplier specific

Activity data: provided by supplier

Emission factor: Specific to service provided by supplier (e.g. DHL, Microsoft)

2. Actual data

Activity data: e.g. distance travelled

Emission factor: Department for Environment, Food and Rural Affairs (DEFRA) Conversion factors, 2019

3. Spend based

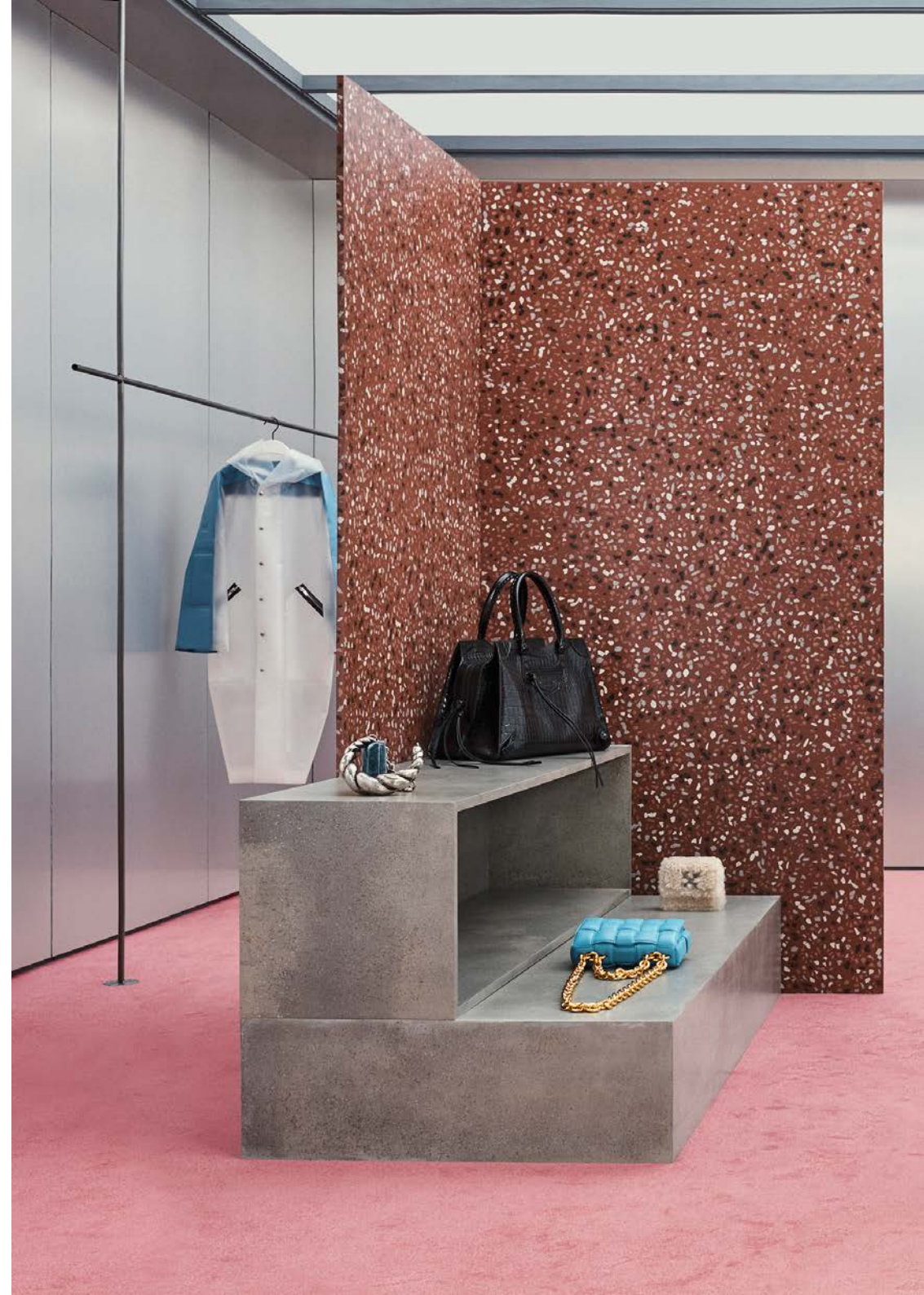
Activity data: procurement spend

Emission factor: Environmental Extended Input Output database (e.g. CEDA)

4. Average data

Activity data: e.g. unit mass/volume

Emission factor: Expert Life Cycle Analysis database, industry averages etc.



CARBON FOOTPRINT RESULTS 2019

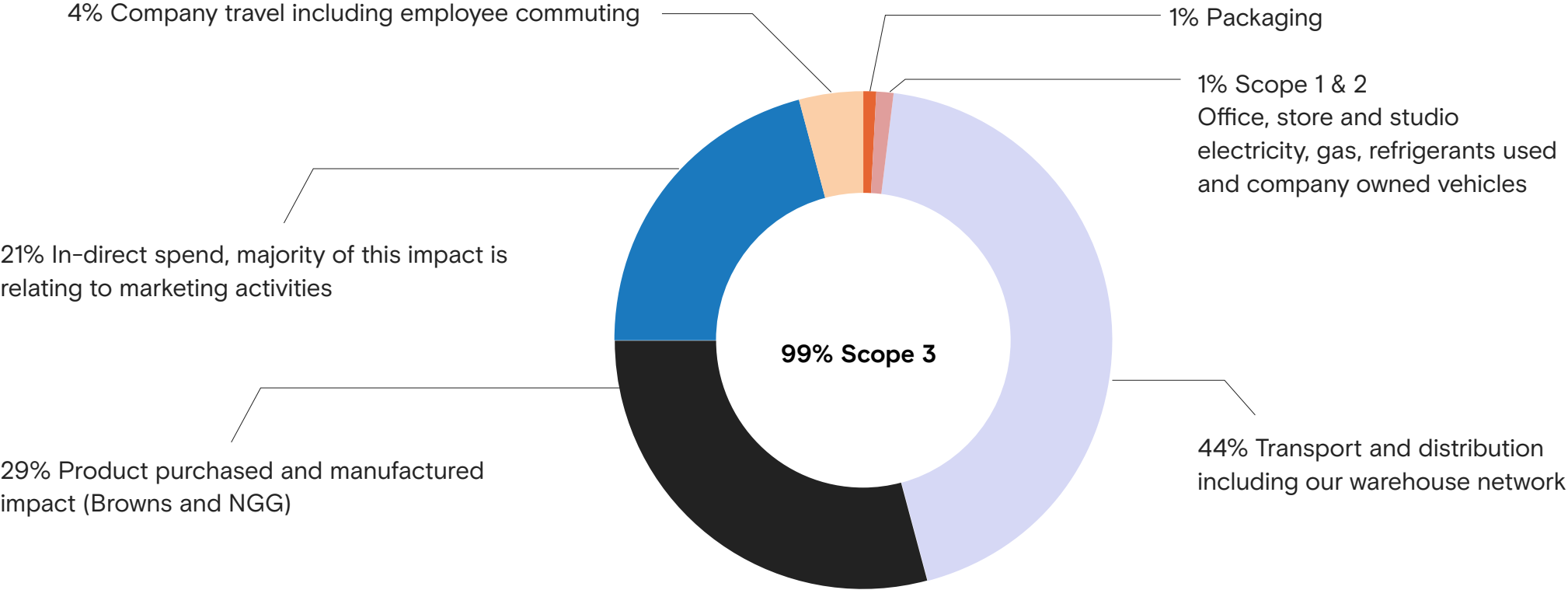
SCOPE 1
623t CO2e

SCOPE 2
Location Based: 3,132t CO2e
Market Based: 2,642t CO2e

SCOPE 3
308,077t CO2e

DATACENTER FOOTPRINT:

The majority of our datacenters are managed by Microsoft who are extremely efficient, meaning emissions related to our data centre energy usage makes up 0.2% of our scope 3 emissions (and sits within the in-direct spend category).



WORKING TOGETHER WITH THE
FASHION INDUSTRY

We have signed the United Nations Fashion Industry Charter for Climate Action and The Fashion Pact to work together with the fashion industry to drive positive change.



POSITIVELY
FARFETCH