

Company Climate Action

PT Holcim Indonesia Tbk
Climate Initiative at Holcim Indonesia



LH Group Sustainable Development Strategy



We will generate 1/3 of our turnover from solutions with enhanced sustainability performance

	Climate	Circular Economy	Water & Nature	People & Communities
In house	We will reduce net specific CO2 emissions by 40% per tonne of cement (vs. 1990)	We will use 80 million tonnes of waste-derived resources per year	We will reduce specific freshwater withdrawal in cement operations by 30% We will implement The WASH Pledge on all sites	We want zero fatalities We will reduce LTI FR < 0,20 We will reduce TIFR by 50% We will reduce our disease rate < 0,1 We will have 30% minimum gender diversity at all management levels
Beyond our fence	We will help our customers avoid 10 million tonnes of CO ₂ being released from buildings each year through our innovative solutions	We will provide end-of-life solutions for our products and will supply 4 times more recycled aggregates from CDW/RAP	We will make a positive impact on water in water-scarce areas We will show a positive change for biodiversity	We will develop initiatives to benefit 75 million people We will engage in collective action to combat bribery & corruption in high risk countries
Innovative solutions	Low-carbon cement & concrete Insulating concrete Thermal-mass solutions	Recycled aggregates Urban mining solutions Waste management services	Rainwater harvesting Pervious concrete Stormwater protection Vertical green solutions	Affordable housing materials and solutions Affordable sanitation solutions



Carbon Emission Reduction at Cement Industry

a. Alternative fuels – use of less carbon-intensive fossil fuels and more alternative (fossil) fuels and biomass fuels in the cement production process. Alternative fuels include wastes that may otherwise be burnt in incinerators, landfilled or improperly destroyed

Figure 4: Indirect saving of CO₂ emissions by the use of waste as alternative fuel in a cement plant

CO₂ emission

CO₂ emission

CO₂ emission

CO₂ emission

Waste fossil fuels

waste incinerator + cement plant

The following sections describe the framework of the definition of the absolute gross and net CO,

"gross emissions including CO, from on-site power

generation"

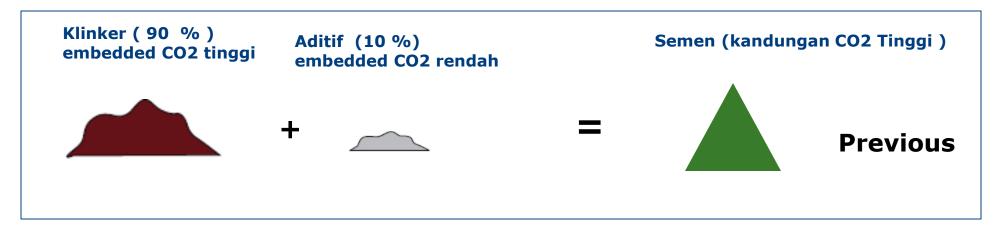
b. **Thermal and electric efficiency** – deployment of existing state of the art technologies in new cement plants, and retrofit of energy efficiency equipment where economically viable.

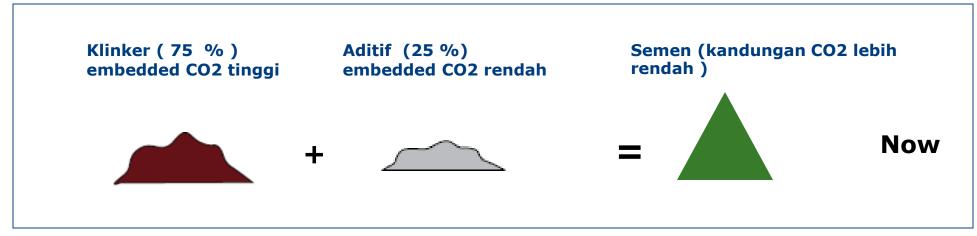
emission values.



Carbon Emission Reduction at Cement Industry

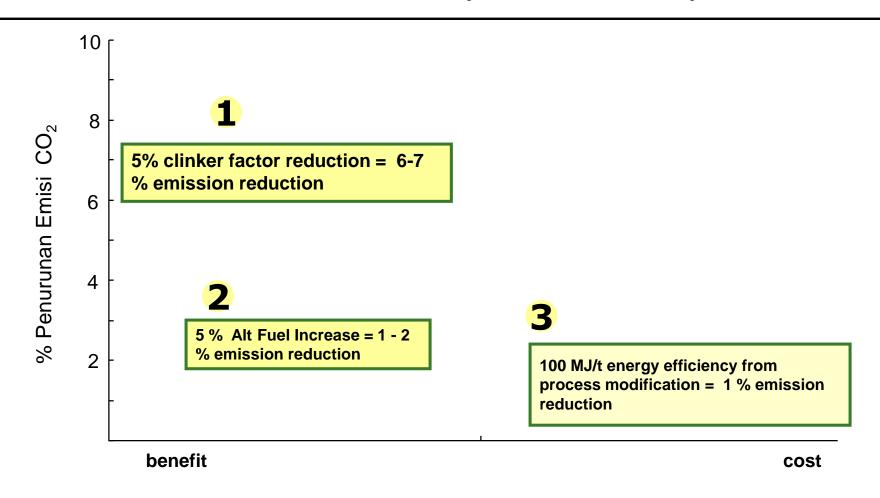
c. Clinker substitution – substituting carbon intensive clinker, an intermediate in cement manufacture, with other, lower carbon, materials with cementitious properties e.g : Fly Ash, Pozzolant, Granulated Slag







CO2 Emission Reduction (Direct emission) Cement Industry

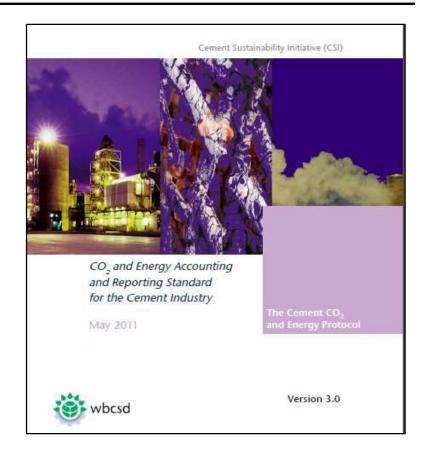


Option 1 and 2 is the most significant option to reduce CO2 emission. However, company also



Calculation of CO2 Reduction Using WBCSD Standard

- In cement Industry worldwide, CO2 monitoring and accounting protocol use WBCSD Standard which also refer to IPCCC
- Since 2010 to 2017 Holcim
 Indonesia has reduced 8.8 % its
 specific Net CO2 per ton
 cementitious product (from 715 to
 652 kg CO2 / ton Cementitious
 product)
- In general using 1 ton of Alternative Fuel will reduce 0.9 – 1 ton of CO2





Basic CO2 Calculation Protocol at WBCSD Standard

Table 4: Emission sources to be reported within "gross emissions"

Emissions

CO, from raw materials

- + CO, from conventional fossil kiln fuels
- CO₂ from alternative fossil kiln fuels (fossil wastes)
- CO₂ from fossil carbon of mixed (alternative) kiln fuels and non-kiln fuels (excluding on-site power generation)
- CO₂ from non-kiln fuels excluding CO₂ from on-site power generation
- = Gross CO₂ Emissions
- Direct emissions (excluding CO₂ form on-site power generation)

Memo items

CO, from biomass fuels

CO₂ from biogenic carbon of mixed (alternative) fuels

Indirect CO₂ (bought electricity & clinker

Net emissions are the gross emissions minus the CO, emissions from alternative fossil fuels.

Net CO₂ Emissions = Gross CO₂ Emissions – fossil CO₂ emissions from AF

Net emissions as defined here are an indicator for a company's net carbon footprint. They reflect a company's direct emissions as well as emission reductions achieved indirectly by preventing the need for incineration or land filling of waste materials. As mentioned in Section 5.1 in this method the discount for CO₂ from fossil alternative fuels is a proxy because real (but unknown) overall balance can result in a higher or lower reduction. See Section 9.2 for the reporting requirements with respect to net emissions.



Built Waste Co-Processing Facility to Convert Industrial Waste to Alternative Fuel



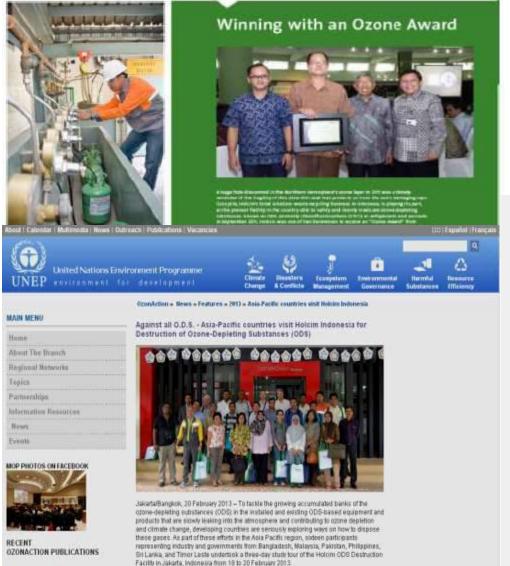
In 2017 company has used 770,000 ton of Alternative Fuel and Alternative Raw Material. Total 8.3 % of Fossil fuel was replaced with Alternative Fuel

Company has reduced 21.5 % net specific CO2 emission per ton product (2017) compare to 1990





Support Government Policy: Set up Ozone Depleting Substances Destruction Facility in Collaboration with MOE Indonesia and MOE Japan



The Only One Ozone Depleting
Substances Destruction Facility in
South East Asia
Already Destroy 20,173 kg ODS. (Global
Warming Potential of ODS around 7000
x CO2)



November 19, 2007

The phase-out of the production and consumption of chlorofluorocarbons (CFCs) has been successfully implemented globally in accordance with the Montreal Protocol on Substances that Deplete the Ozone Layer. Nevertheless, challenges still remain, including the disposal of unwanted CFCs and other types of ozone depteting substances (ODSs) in developing countries.

The Japanese Ministry of the Environment (MOE) has been working to promote the control of envisations of fluorocarbons (CFCs, HCFCs, and HFCs) at the international level and, as part of international cooperation, has also provided technical assistance and consultations to the Asian region, resulting in the establishment of a fluorocarbons destruction facility in Indonesia.

Following the completion of the fluorocarbons destruction facility in Indonesia, an officer of the MOE made a site visit in November 2007, acknowledging that the facility is capable of accepting fluorocarbons for destruction.

The MOE intends to continue its efforts to make the proper destruction of fluorocarbons more widely available to other developing countries based upon the experience gained from this project, and thereby contribute to ozone layer protection and climate change prevention at a global level.



Promoting Sustainable Construction Through LafargeHolcim Award **Competition & "Greening Asia" Book Launching**



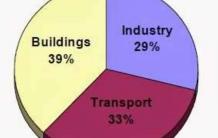
.afarge Holcim Award

Ridwan Aji Pitoko/KOMPAS.com Perwakilan Indonesia yang meraih penghargaan Lafar

Pasifik saat berfoto di Jakarta Design Center (JDC), Jumat (8/12/2017).

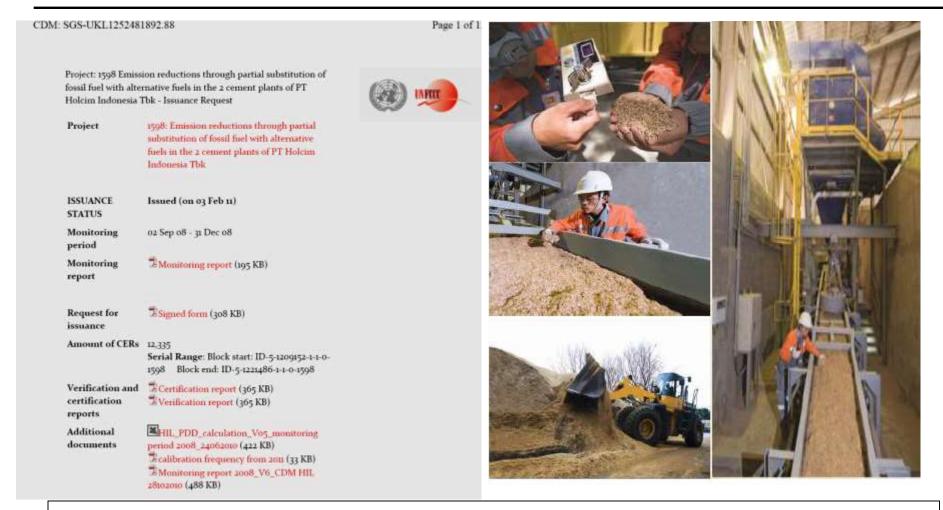
Kompetisi konstruksi berkelanjutan berhadiah \$2 juta kembali dibuka







Since 2008 participate in CDM Project and already obtain CER (Certified Emision Reduction) from UNFCCC



This activity also involve local community and local transporter in supplying more than 90,000 ton of biomass waste to the plant and already obtain more than 136,283 CER



Together with Ministry of Industry, Ministry of Environment and Cement Industry Association to set up climate related policy in cement sector

No.155, 2012

PERINDUSTRIAN. KEMENTERIAN Panduan, Pengurangan, Emisi CO2

Peta

PERATURAN MENTERI PERINDUSTRIAN REPUBLIK INDONESIA NOMOR 12/M-IND/PER/1/2012 TENTANG PETA PANDUAN (ROAD MAP) PENGURANGAN EMISI CO2

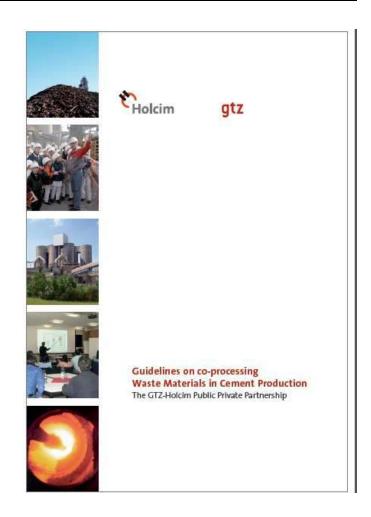
INDUSTRI SEMEN DI INDONESIA

DENGAN RAHMAT TUHAN YANG MAHA ESA MENTERI PERINDUSTRIAN REPUBLIK INDONESIA,

Pasal 4

Penurunan Emisi CO₂ spesifik dari baseline 2009, adalah:

- (a) Secara sukarela sebesar 2 % untuk kurun waktu 2011-2015.
- (b) Secara wajib sebesar 3 % untuk kurun waktu 2016-2020.





On Going Initiatives: RDF from Municipal Waste Pilot Project Cilacap Collaboration between Holcim, MOE, PUPR, Danish Government, Cilacap & Central Java Gov



Ground breaking RDF Facility by Vice Governor of Central Java, witnessed by Director General of Control and Pollution of Environment Ministry of Environment and Forestry / KLHK, Directorate of Cipta Karya of the Ministry of PUPR, Cilacap Regent, Danish Government Representative and PT. Holcim Tbk and other invites.

This RDF facility is able to process 120 tons of waste per day and will produce 40 ton alternative fuel. The facility will be in operation in the end of 2018



Expected Result – Cilacap RDF Project

Overview

Cilacap Situation

- Incoming fresh waste of 120 tons per day in Jeruk Legi Landfill
- CO2 emission from methane gas of waste pile
- Waste Management Solution is limited by Landfill lifetime which requires periodical investment for new Landfills
- Land Scarcity issue with increasing price of land which only possible to have the new landfills far away from the city and will impact on logistics cost
- Potential of Community rejection at the new landfill
- Waste Pickers activity at the landfill

Innovative Solution

- Reduce 80% of incoming waste in Jeruk Legi Landfill
- Reduce CO2 emission
- Current Landfill Lifetime Extension
- Provide better Environment for Waste Pickers
- Increase the Waste Management Solution Quality in Cilacap
- Can be extended for future expansion





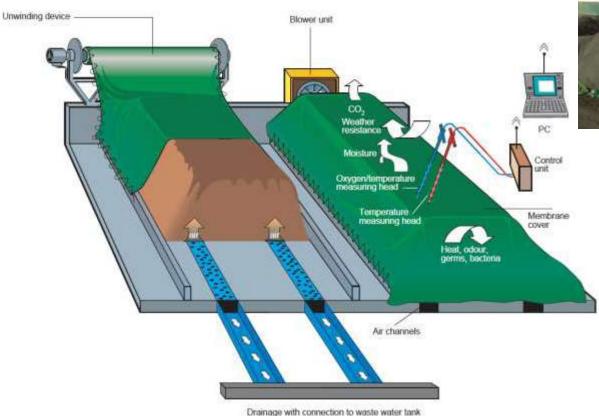




Bio Drying Membrane at Cilacap Project

Drying Process Principle

Example of bio-drying equipment setup







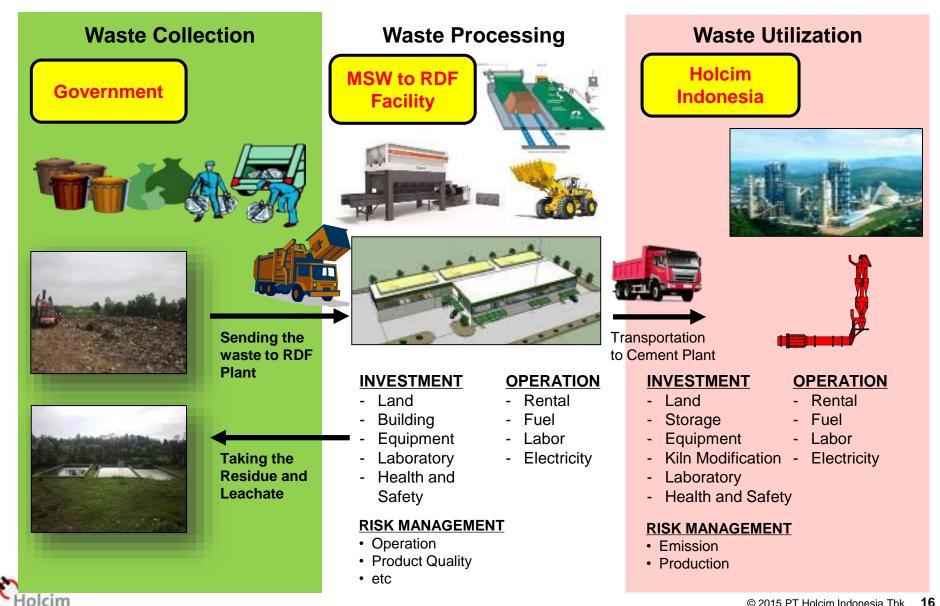


WASTE TO PRODUCT!



The Potential Cooperation Model

Clear role and responsibilities for all stakeholders



Holcim – Membangun Bersama

MEMPERKENALKAN

Semen Holcim dengan Micro Filler Particle



Dengan mineral mikro yang halus, mampu mengisi rongga dengan sempurna dan memberikan kekuatan dari dalam, sehingga hasil bangunan kuat dan permukaan halus.

LEBIH LANJUT







