Joint Supplier Targets

The Sustainable Markets Initiative Health Systems Task Force has come together to publish joint climate and sustainability targets for suppliers to address supply chain emissions and reduce complexity

TERRA CARTA

Sustainable Markets Initiative

The Sustainable Markets Initiative Health Systems Task Force has developed a set of joint targets for suppliers

Private sector members within the Task Force each have **supplier targets on climate and sustainability**

Task Force members have now aligned on a **set of joint, minimum targets for climate and sustainability** which aim to reduce complexity for suppliers

The Task Force considered industry best practices and engaged suppliers prior to finalising the targets

Key dimensions were announced at COP27, with this further detail now being shared

Each member will **implement these targets** as part of their existing supplier engagement programmes

The Task Force also aims to develop solutions to **support suppliers** to decarbonise and achieve these targets

Note: These standards do not replace higher targets already set by individual SMI members

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Health Systems Task Force members share joint, minimum climate and sustainability targets for suppliers

Dimension

Supplier Targets

By 2025

Dimension	Supplier Targets
Disclose emissions	**Assess and disclose Scope 1, 2, and 3** emissions[1] by 2025
Set science-based targets	By 2025, commit to **set near-term targets aligned to the 1.5°C pathway** (SBTi)
Reduce, recycle and reuse waste and energy	By 2025, **set targets to reduce waste** (incl. solvents) & energy and **reuse materials** in manufacturing

Continuous beyond 2025

Dimension	Supplier Targets
Switch to renewable power[2]	Commit to **switch to at least 80% renewable power**[2] by 2030 & make commitment public
Switch to renewable heat	By 2030, **explore options to source green heat**
Cascade targets upstream	Commit to **set standards for own suppliers**
Reduce water usage	Set targets to **increase water efficiency** and commit to adopt water stewardship standards
Decarbonise transport solutions (transport suppliers only)	Transport suppliers to **make SBTi-aligned commitments** by 2025 and **include green transportation solutions** in their core offering by 2030

SAMSUNG BIOLOGICS

AstraZeneca

Roche

MERCK

GSK

sanofi

novo nordisk

Note: These supplier targets apply only to suppliers of the healthcare business of each private sector member; 1. All of scope 1 & 2, and 3.1, 3.2, 3.3 & 3.4; 2. Excluding nuclear, & for biofuels, ensuring that feedstock meets sustainability criteria (including having low LULUCF emissions). Target may vary by market based on local market constraints.

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