

16th October 2017

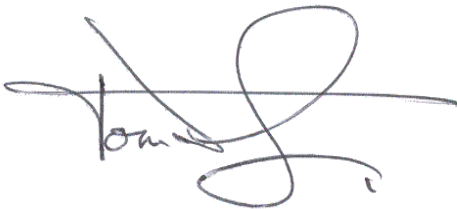
Dear Stakeholders,

Statement of continued support

I am pleased to confirm that The Carbon Trust reaffirms its support of the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labour, Environment and Anti-Corruption.

In this Communication on Engagement, we describe our actions to support the Global Compact and its principles. We also commit to share this information with our stakeholders, using our primary channels of communication.

Yours sincerely

A handwritten signature in blue ink, appearing to read "Tom Delay", with a large, stylized loop at the end.

Tom Delay
Chief Executive Officer



Communication on Engagement

At the Carbon Trust, everything we do is aligned with our mission - to accelerate the move to a sustainable, low carbon economy. We therefore directly support the UN Global Compact's Environmental Principles through our work, acting as a catalyst, making the case for change to businesses, governments and civil society worldwide.

Our annual reports ([Carbon Trust Annual Report 2015-16 \(PDF\)](#), [Carbon Trust Annual Report \(Financial statements\) 2016-17 \(PDF\)](#)), and our [company booklet](#) contain more details of our work and its impact since our last communication. Highlighted below are some specific examples under each of the environmental principles:

Principle 7: Businesses should support a precautionary approach to environmental challenge

Over the past two years, we have been working with businesses on setting science-based carbon emissions targets, which are in line with the levels of action required to deliver on the ambition of the Paris Agreement to maintain global warming well below 2 degrees Celsius. In addition, we have continued to work with businesses to help them understand the environmental impacts and risks across their supply chains, and to identify and implement solutions to help them reduce these. We have also been doing an increasing amount of work with businesses on the circular economy and development of more sustainable business models.

Principle 8: Businesses should undertake initiatives to promote greater environmental responsibility

We continue helping businesses and public sector across the world to make the business case for increased action on energy efficiency and environmental responsibility, and to implement actions through a range of support. An example of this is the Green Business Fund, launched in 2016. The scheme is designed to support small and medium-sized businesses in the UK to identify energy efficiency opportunities and receive a capital contribution towards the purchase of new equipment. In April 2017 we also launched the Sustainable Energy for All (SEforALL) Industrial Energy Efficiency Accelerator with UNIDO, supported by the Global Environment Facility (GEF). We will work in cooperation with a number of partners on disseminating and sharing best practices, policies, and toolkits to fast-track the rate of energy efficiency deployment in the industrial sector.

Principle 9: Businesses should encourage the development and diffusion of environmentally friendly technologies

As well as continuing our work on established programmes such as the Offshore Wind Accelerator, which brings together nine major commercial developers with minority funding from the UK and Scottish governments in a collaborative innovation programme to continue reducing the cost of offshore wind, we have launched new programmes in this space, including the Energy Systems Innovation Platform (ESIP), to bring together prominent energy companies to solve key issues currently preventing a more effective transition to a low cost and low carbon energy system. We have also started exciting new international work, including the "Transforming Energy Access" applied research and innovation programme, funded by the Department for International Development. The programme aims to accelerate access to affordable, clean energy services for poor households and enterprises, especially in Africa.

