## An introduction to Advertised Emissions

**Jonathan Wise**Co-founder, Purpose Disruptors





### **Purpose Disruptors' Vision:**

An advertising industry transformed in service of a thriving future



## **Our question:**

Can the advertising industry take full responsibility for its climate impact?

#### **Audi case study by BBH**

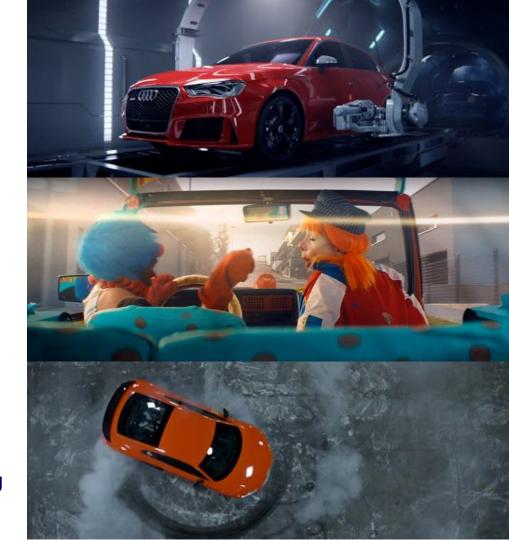


# THE 2018 IPA EFFECTIVENESS AWARDS GRAND PRIX WINNER

£1.78 billion incremental revenue

£2.07 profit for every £1 generated

Audi UK's highest ever return on advertising







The uplift in sales driven by advertisina



The carbon footprint per item sold



The uplift in greenhouse gas emissions driven by advertising

132,700 cars

**39** tCO,e **5,175,300** tCO<sub>2</sub>e

## Agency groups do not include emissions associated with the creative work they produce







**5,175,300** tCO,e

One campaign for one client from one agency



5,400,000 tCO<sub>2</sub>e

The world's largest producer of advertising content. 109,000 employees in 110 countries. Clients include 317 of the Fortune Global 500, all 30 of the Dow Jones 30, 62 of the NASDAQ 100 and 61 of the FTSE 100.



### **Our inspiration: Financed Emissions**

#### **Definition**

The greenhouse gas emissions associated with a financial institutions' loans and investments in a reporting year





#### **Definition:**

Advertised Emissions are the greenhouse gas (GHG) emissions that result from the uplift in sales generated by advertising.



#### **ADVERTISING'S EMISSIONS**

#### **ADVERTISED EMISSIONS**



#### **UPSTREAM EMISSIONS**



**Advertising** is created



That advertising is displayed

#### **DOWNSTREAM EMISSIONS**



The advertising generates demand more products created

GHG **EMISSIONS** TO TAKE INTO ACCOUNT

WHAT **HAPPENS** 





From running an advertising agency (e.g. offices, travel) and from the production process to make the advertising





From the electricity, servers, paper required to air the advertising on TV, radio, in the press, online





From the global supply chain (e.g. growing, mining, shipping)

From the manufacturing process (e.g. processing, constructing, distributing)

From the product in consumer use and its disposal

CRADLE TO GRAVE

CRADLE TO GATE

### **Calculating Advertised Emissions**









# The UK's Advertised Emissions in 2022 were

208
million tCO2e





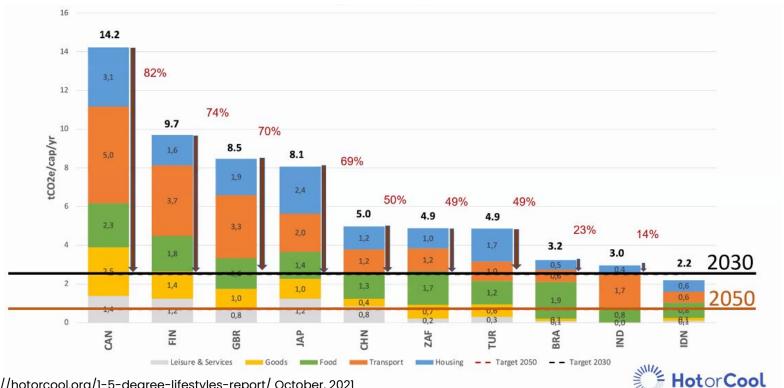


it means advertising has responsibility for

of the annual carbon footprint of every single person in the UK

#### Advertising is working against the 70% reduction in lifestyle-related emissions we need to see in the UK





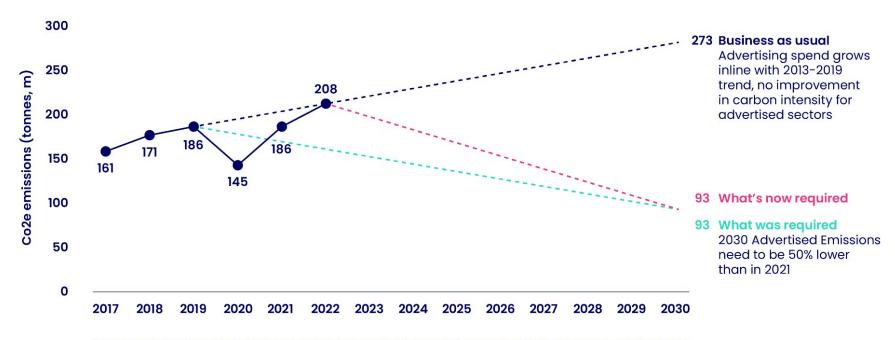
Source: https://hotorcool.org/1-5-degree-lifestyles-report/ October, 2021



# What needs to happen?

### The industry needs to reduce Advertised Emissions in line with the science (UK data)





Source: Magic Numbers calculation based on data from WARC, Exiobase, ARC, ONS, BEIS, Ricardo, Greenpeace, WWF and DVLA

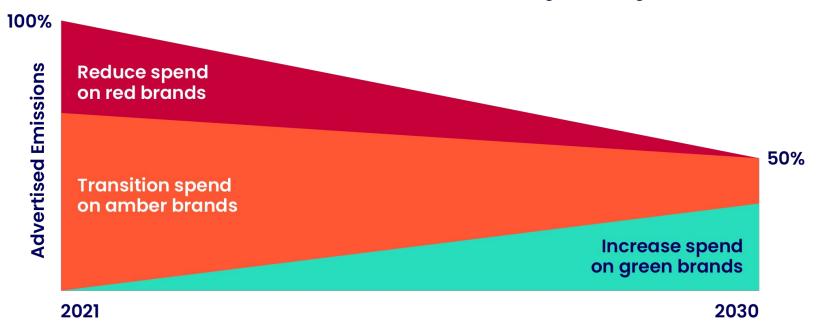




#### At an organisational level:









What is happening now?

# Advertised Emissions Working Group to co-create a methodology









**BRANDS** 



**AGENCIES** 































# Advertised Emissions adopted by Race to Zero as a Leadership Practice



#### Advertised emissions:

The concept of Advertised Emissions is an effective approach for advertising and public relations firms. Advertisers and agencies should choose not to advertise certain products in the same way that financial institutions can choose not to invest in certain industries. They are very similar concepts - reporting companies, advertisers and agencies, like financial institutions - have influence over the emissions that result from their decisions - more emissions or less emissions.



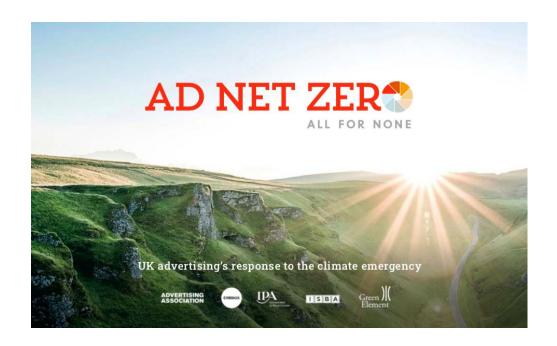
Source: Race to Zero Expert Peer Review Group, Interpretation Guide Version 2.0 June 2022

# The Advertising Association defines the scope of climate ambition and action in the industry





- Launched in the UK in 2020
- 100+ members
- Represent all major network groups
- Launched in US, Feb 2023



#### Limited in scope and ambition to operational emissions



# THE AD NET ZERO ACTION PLAN



#### As an industry we must:

GET OUR OWN HOUSE IN ORDER



Curtail operational and individual carbon emissions: measure carbon footprints, reduce emissions from travel, energy and waste, and offset remaining emissions through carbon removal schemes

CURB EMISSIONS FROM THE ADVERTISING PROCESS



production: measure and reduce impacts with support from AdGreen

Curb emissions

from advertising



Curb emissions through awards and from events: 'Ecoffectiveness' sustainability criteria for awards, curtail long-distance travel to events ACTION 03 Curb emissions from media planning & buying: adopt the IPA Media Futures Group Climate Charter Harness advertising's

USE OUR INFLUENCE TO CHANGE BEHAVIOURS



power to support consumer behaviour change: adopt initiatives like #ChangeTheBrief and offer support to Government in the run up to COP26 and beyond



## **Our question:**

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#### **Contact:**

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