

Carbon Reduction Plan

Pharmacy2U is committed to achieving Net Zero greenhouse gas emissions by 2040, in line with the NHS Net Zero strategy.

During FY2025, Pharmacy2U formalised this commitment and intends to submit near-term and long-term emissions reduction targets to the Science Based Targets initiative (SBTi) for validation by September 2026.

This Carbon Reduction Plan has been produced in line with the requirements of Procurement Policy Note PPN006: Taking Account of Carbon Reduction Plans in the Procurement of Major Government Contracts.

Reporting boundary and methodology

Baseline emissions have been calculated in accordance with the Greenhouse Gas (GHG) Protocol Corporate Accounting and Reporting Standard. Emissions calculations were completed using the Greenly platform, applying the appropriate UK Government greenhouse gas conversion factors.

All greenhouse gas emissions are reported in tonnes of carbon dioxide equivalent (tCO₂e). For readability, values may also be expressed in kilotonnes of carbon dioxide equivalent (ktCO₂e), where 1 ktCO₂e = 1,000 tCO₂e.

Baseline emissions footprint

Baseline year: FY2025

Pharmacy2U has measured Scope 1, Scope 2 and Scope 3 emissions for FY2025.

Scope 3 categories included:

- 3.1 Purchased Goods and Services.
- 3.2 Capital Goods.
- 3.3 Fuel-and Energy-Related Activities (not included in Scope 1 and 2).
- 3.4 Upstream Transportation and Distribution.
- 3.5 Waste Generated in Operations.
- 3.6 Business Travel.
- 3.7 Employee Commuting.
- 3.8 Upstream Leased Assets.

Baseline emissions (FY2025)

Emissions source	Emissions (tCO ₂ e)
Scope 1	39
Scope 2	349
Scope 3 (Excluding medical products)	10,111
Scope 3 Purchased medical products	407,000
Total emissions	417,388 tCO₂e (≈417 ktCO₂e)

Treatment of medical products

Pharmacy2U has reported emissions from purchased medical products separately due to their material impact on the overall footprint. While this category is not always included within pharmacy sector reporting, it has been included to ensure transparency and completeness. While emissions from medical products are influenced by regulated supply chains, Pharmacy 2U recognises its responsibility to work with suppliers to support emissions reductions and transparency.

- Scope 1 and Scope 2 emissions are based on actual consumption data.
- Scope 3 emissions are primarily calculated using spend-based methodologies.

Pharmacy2U will work to improve the accuracy of Scope 3 emissions data over time, transitioning from spend-based methodologies to more activity- and supplier-specific data where feasible, in line with SBTi best practice.

Pharmacy2U recognises its responsibility to work with suppliers to support emissions reduction and improved data quality over time.

Emissions reduction targets

To support progress towards Net Zero, Pharmacy2U has adopted the following interim target:

- 30% absolute reduction in total greenhouse gas emissions by FY2030, relative to the FY2025 baseline.
- This represents an absolute reduction of approximately 125,000 tCO₂e.
- Projected emissions of approximately 292,000 tCO₂e (≈292 ktCO₂e) by FY2030.

These targets will be refined and aligned with SBTi Net-Zero Standard requirements ahead of formal submission.

Science based targets initiative (SBTi)

Pharmacy2U intends to submit its emissions reduction targets to the Science Based Targets initiative (SBTi) for validation by September 2026.

Targets will be developed in line with the SBTi Net-Zero Standard, covering Scope 1, Scope 2 and relevant Scope 3 categories, with particular focus on purchased goods and services, which represent the majority of Pharmacy2U's emissions footprint.

In advance of validation, Pharmacy2U has adopted an interim target of a 30% absolute reduction in total greenhouse gas emissions by FY2030, relative to the FY2025 baseline.

This target is intended to align with a 1.5°C trajectory, subject to confirmation through the SBTi validation process.

Pharmacy2U recognises that emissions associated with purchased medical products are a material component of Scope 3 emissions and will prioritise supplier engagement, data quality improvement and collaboration to support emissions reductions in line with SBTi expectations.

Carbon reduction projects (in progress)

Current initiatives include:

- Implementation of an Energy Policy and internal energy capability.
- Energy efficiency improvements aligned to findings from the Energy Savings Opportunity Scheme (ESOS).
- Waste reduction initiatives across operations.
- Improved monitoring and reporting of emissions data.

Planned carbon reduction initiatives

Planned initiatives include:

- Collaboration with the supply chain to reduce emissions from medical products.
- Reduction of freight and logistics emissions.
- Employee engagement to reduce commuting-related emissions.
- Customer engagement to reduce end-of-life impacts of packaging and materials.
- Exploration of renewable energy generation at Pharmacy2U sites.
- Further energy efficiency measures.
- Increased waste reduction and recycling.

Group alignment

Where relevant, Pharmacy2U's carbon reduction approach aligns with group-level sustainability principles and disclosures, while recognising the specific operational and regulatory context of UK pharmacy services. Emissions are reported at an operational level to ensure transparency and relevance for NHS procurement.

Governance and assurance

This Carbon Reduction Plan has been completed in accordance with PPN006 and associated guidance.

Emissions have been reported in line with:

- The GHG Protocol Corporate Standard.
- The Corporate Value Chain (Scope 3) Standard.
- Streamlined Energy and Carbon Reporting (SECR) requirements (where applicable).

This Carbon Reduction Plan has been reviewed and approved by the Board of Directors.

Declaration and Sign-Off

Signed on behalf of Pharmacy2U:



Name: Scott Fawcett.....

Title: CFO.....

Date: 2 March 2026.....