

# The Challenge of Using Regionalized LCA at Nestlé

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2009-11-13





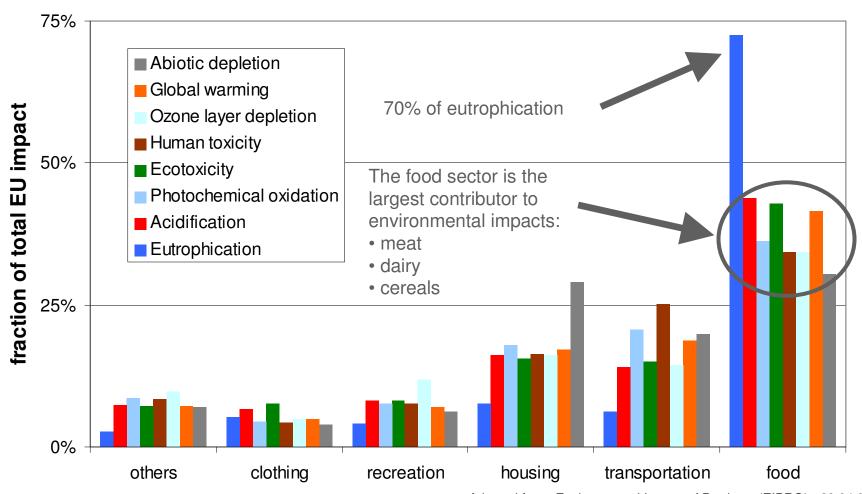
- Introduction
  - Nestlé & the Environment
- Regionalized LCA for Packaging
  - Packaging & the Environment
  - Packaging Ecodesign
- Regionalized LCA for Coffee Production
  - Water Impacts
- Conclusion



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# All together, food products have a high environmental impact along their life cycles





Adapted from: Environmental Impact of Products (EIPRO) - 29.04.05 based on 7 existing studies & own analysis



# Our commitment to environmentally sustainable business practices



 Nestlé is committed to the continuous improvement of our environmental performance



- Results are measured & transparently reported
- To obtain good-quality raw materials, Nestlé requires an intact natural environment



- 460 factories in 84 countries on all continents
- Purchase of very different ingredients to manufacture very different products
- LCA at Nestlé requires a significant degree of regionalization, as shown in the next slides















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# Environmental consequences of underpackaging are worse than overpackaging





 The environmental benefit of food packaging is sometimes overlooked



Food waste report v2

#### The food we waste

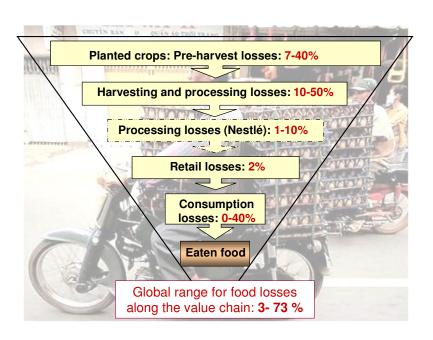


- Changing lifestyles in modern societies:
  - Urban population
  - Single households
  - Irregular eating habits
- Appropriate packaging reduces food waste and related environmental impacts
  - Safe transportation and storage
  - Smaller portions / re-closable
  - Longer shelf-lives



# Food waste in the supply chain can be reduced through packaging

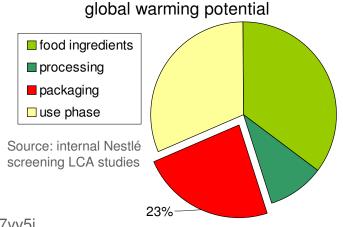




Lack of packaging impacts the environment:

- 30-50% losses of fresh food products in China or India<sup>1)</sup>
- "Reducing [post harvest] losses is likely to be among the most sustainable alternative for increasing food availability"<sup>2)</sup>

The environmental impact of packaging represents 10% (eutrophication, water use) to 23% (climate change) of the total impact<sup>3)</sup>



- 1) http://base.china-europa-forum.net/rsc/docs/doc\_628.pdf, http://www.scribd.com/full/19981743?access\_key=key-q860oj7zm5bm7g7yv5j
- 2) UNEP report: "The environmental food crisis" Grid Arendal

3) Internal Nestlé screening LCA studies

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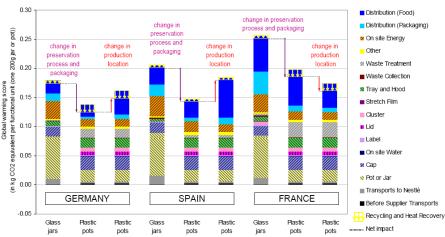
### NaturNes: Baby food with a reduced impact on the environment



- Regional LCA for a new baby food packaging 1)
  - Replaces glass by plastic + new preservation process (UHT)
  - For Germany, Spain, France
  - Peer Review, uncertainty & sensitivity assessment
  - Long and costly process
- Claim for lower CO<sub>2</sub> emissions for the markets that have been assessed
- Nestlé would like to sell NatureNes in other markets
- How to quickly assess the environmental impact for new markets?

## Un bol pratique respectant l'environnement



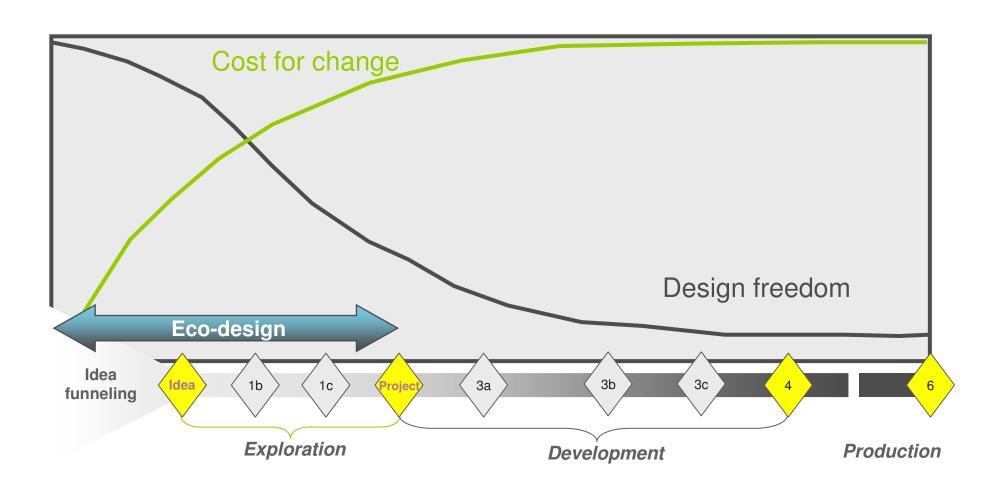






## Eco-design in the exploration phase of a project optimizes results and minimizes costs





# Screening LCA makes packaging ecodesign a daily business





PIQET is used in Australia for screening packaging ecodesign

 Assessment of a packaging scenario in 20 minutes if all data available

- Release PIQET for worldwide use is a challenge
  - Regionalized energy mixes required
  - A representative set of waste recovery options needed



- Missing features and next steps:
  - Add data for missing regions (South America, Africa, India)
  - Add data for certain processes (truck types, ...)
  - Find suited proxies for smaller markets (Canada, UK)



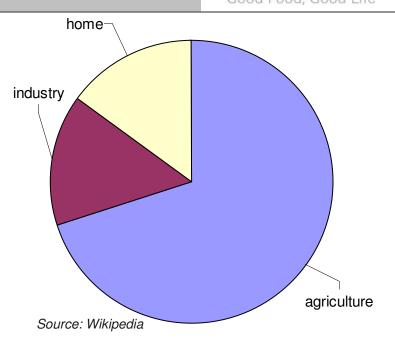


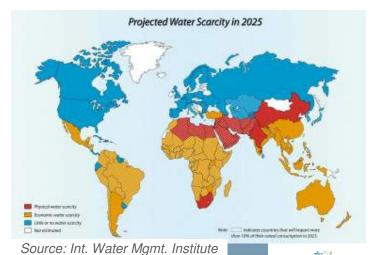
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#### Nestlé needs reliable access to clean water



- Nestlé water withdrawal represents 0.004% of world water withdrawals
- Water withdrawal has been reduced by 30% over the past 10 years, while production volume grew by 68% in the same time period
- Agriculture contributes to 70% of world water consumption
- Only 17% of agricultural land is irrigated, producing 40% of world food supplies<sup>1)</sup>
- Water scarcity threatens world food supplies
- Virtual water content of Nestlé supply chain is much higher than the factory water use





2009-11-13

## Coffee cultivation differs strongly from region to region



- Coffee requires large amounts of water and regular precipitation
  - Coffee is mainly grown in tropical nations with high precipitation
  - Some countries have seasonally variable precipitation patterns (monsoon): India, SE-Asia, West-Africa, Ethiopia
  - Irrigation is required in these countries
- Water impacts are local, not global (as opposed to  $CO_2$ )
  - Water scarcity in a region / season is essential





# LCA on coffee currently focuses on preparation methods



- Compare the environmental impacts of different coffee preparation methods
- Energy consumption taking into account stand-by mode, power saver, warming plate, excess water heating...



- Washing of cup / machine dominates
- Water consumption is much higher with irrigation
  - assuming 4000m³/ha/y irrigation results in 10 liters water use per cup of coffee
  - water in the coffee and washing of cup is negligible







### Is there a need for regionalized water impacts for coffee?



- Coffee growing techniques vary strongly from country to country
  - Taking into account country-specific water impact scores could improve the significance of a water impact indicator
- However, climate within a typical coffee growing country varies greatly (India, Ethiopia, Brasil)
  - Water impact scores would have to be based on the local climate, not the country average (although, if stream-levels are reduced sufficiently, the whole country might be impacted)
  - Water impact score would have to be based on the seasonal impact of water withdrawal (although, if dams exist, water for irrigation might be retained during high-precipitation periods)
- How complex can a regionalized LCA be made???



### Conclusion



- Two examples where regional LCA is useful for packaging & food product ecodesign
- For the purpose of ecodesign, things have to be kept simple
  - Determining accurate energy impact scores is feasible
  - Finding accurate water impact scores is a challenge
- Finding the most accurate way of calculating an impact is important, but finding a simple method of being reasonably accurate is helpful, too
- « Le mieux est l'ennemi du bien! »