

CO₂ EMISSIONS



CO₂ EFFICIENCY TARGETS

The table below shows that our activities in 2008 caused 2.70 tonnes of carbon dioxide emissions per million SEK of turnover (incl. VAT). This is an increase of 5% from 2,57 tonnes of CO₂ per million SEK of turnover from the previous year. However, we have made very good progress towards achieving our 2009 target to reduce emissions by 10% taking the 2004 level as baseline.

Part of the increase in emissions in 2008 is the result of changed rules around reporting CO₂ emissions from renewable electricity purchased in the UK. Previously UK electricity customers were able to buy renewable energy and use this as a 'zero-carbon' in CO₂ calculations. This is how H&M treated renewable electricity purchased in the UK in previous years' CO₂ calculations. The UK's voluntary reporting rules for CO₂ emissions have now changed because renewable electricity is already included within the carbon intensity of the UK's standard grid electricity, which includes all sources of electricity generation.

H&M has applied these new rules for calculating CO₂ emissions for the 2008 emissions and this has played a part in CO₂ emissions from electricity consumption, increasing by 60% compared to 2007. This source of emissions now stands for 34% of all emissions (2007: 25%).

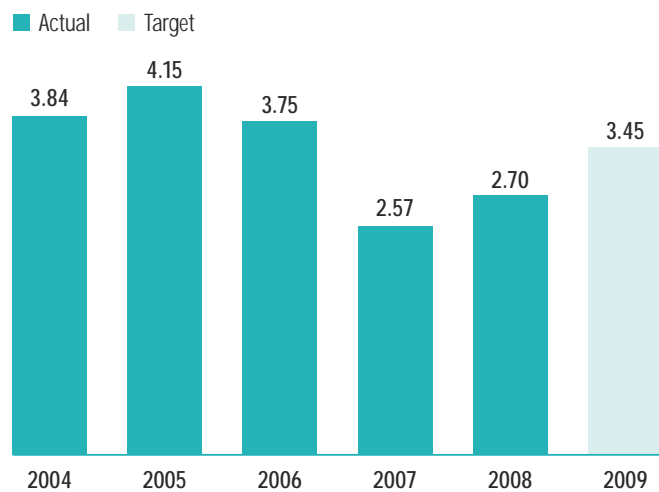
CO ₂ EMISSION BY SOURCE	2008			2007			2006			2005	
	SHARE	TONNES	CHANGE FROM LAST YEAR	SHARE	TONNES	CHANGE FROM LAST YEAR	SHARE	TONNES	CHANGE FROM LAST YEAR	SHARE	TONNES
Distribution centres	3%	8632	14%	3%	7601	7%	2%	7125	-39%	4%	11599
Electricity (entire company)	34%	94557	60%	25%	59162	-51%	40%	120949	3%	39%	117647
Transport (road, sea, rail)	38%	105565	10%	41%	96163	-48%	30%	90682	-1%	28%	83149
Transports (air, including air from sea/air combination)	17%	47525	-5%	21%	50142	6%	21%	62426	9%	24%	71131
Business travel	8%	21480	1%	9%	21335	-20%	6%	16691	-12%	4%	12537
Fuels for company owned cars	1%	2875	6%	1%	2714	28%	1%	2531	33%	1%	2346
Total	100%	280634	18%	100%	237117	-21%	100%	300404	8%	100%	298409

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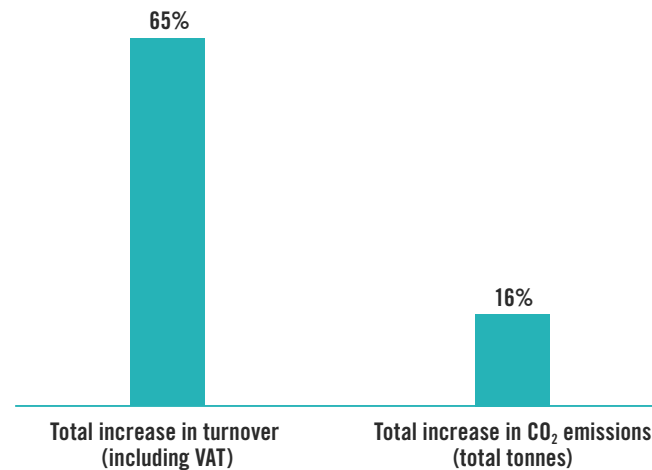


CO₂ EFFICIENCY TARGETS

CO₂ EMISSIONS IN TONNES RELATIVE TO SALES (SEK MILLIONS INCLUDING VAT)



INCREASE IN TURNOVER (INCLUDING VAT) AND CO₂ EMISSIONS (TOTAL TONNES) 2004-2008



CO₂ EMISSIONS *BY SOURCE 2008*

