







## UNIDO Work in the Areas of Resource Efficient and Cleaner **Production and Chemicals**

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#### Inclusive and Sustainable Industrial Development





UNIDO is the specialized agency of the United Nations that promotes inclusive and sustainable industrial development for poverty reduction, inclusive globalization and environmental sustainability







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# Inclusive and Sustainable Industrial Development & the Sustainable Development Goals

- Advancing Economic Competitiveness
- Creating Shared Prosperity
- Safeguarding the Environment











## Industry in 2030

## **Goal 9**: Build resilient infrastructure, promote sustainable industrialization and foster innovation

- Raise industry's share in employment and gross domestic product, by 2030, and double its share in least developed countries
- Upgrade infrastructure and retrofit industries to make them sustainable, with increased resource use efficiency and greater adoption of clean and environmentally sound technologies and industrial processes.





## **Green Industry Initiative**

#### **Greening of Industries**

- Efficient use of materials, energy and water
- Reduction of wastes and emissions
- Safe and responsible management of chemicals
- Phasing out toxic substances
- Substituting fossil fuels with renewable energy sources
- Product and process redesign

#### **Creating New Green Industries**

- Reduce, reuse and recycle (3R) industries
- Pollution control technology and equipment
- Renewable and energy-efficient technologies
- Waste management and resource recovery
- Environmental advisory and analytical services





## **Resource Efficiency & Cleaner Production (RECP) Programme**



Improve productive use of natural resources

#### ENVIRONMENTAL PROTECTION

Minimize the impact on nature

#### SOCIAL ENHANCEMENT

Support communities and reduce risks





**Increase productivity** 



Reduce emissions and the use of natural resources



Improve the well-being of workers and communities



WWW.UNIDO.ORG





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### Global Network for Resource Efficient and Cleaner Production (RECPnet)

- Centres of expertise working with industry to scale up and mainstream RECP
- Powerful South-South network: knowledge, experience, technology transfer
- Over 70 members in more than 60 countries





## **EaP GREEN**

## **Greening Economies in Eastern Neighborhood**

**Donor: European Commission** 

Countries: Armenia, Azerbaijan, Belarus, Georgia, Moldova & Ukraine

Implementing agencies: OECD, UNECE, UNEP & UNIDO

Duration: 2013 – September 2017 (no-cost extension application)

Budget: EUR 2,480,000

#### **OVERALL OBJECTIVE**

Assists six countries of the European Union Eastern Neighborhood Partnership in moving towards a **green economy** framework.

www.eap-green.org







## Division of work among Implementing Agencies

#### **OECD:**

green growth indicators, environmental taxation and subsidy reform, improving access to finance and greening of SMEs (Component 1)

#### **UNECE:**

strategic environmental assessment, environmental impact assessment

(Component 2)

Coordination and visibility (OECD and EC)

#### **UNEP:**

strategic planning, sustainable public procurement, organic agriculture
(Component 1 and 3)

#### **UNIDO:**

resource efficient and cleaner production in the manufacturing sector

(Component 3)









# UNIDO - Component 3: Regional RECP Demonstration Project

Improve the resource productivity and environmental performance of businesses and other organizations in the

- ➤food,
- >chemicals and
- >construction materials sectors

and thereby contribute to **sustainable industrial development** and the generation of employment and incomes

Implemented with additional co-funding from the Government of Slovenia & the Development Bank of Austria









## **UNIDO RECP Demonstration Component**



Human and Institutional Capacity

Experts Training Awareness & Advocacy

National Coordination Mechanism

RECP in 6
EaP
countries



Implementation Dissemination and Replication **Results Monitoring** 

Demonstrations (2 batches)

Regional Replication (4 RECP Clubs)



Technology Support

Technology Gap Assessment Pilot Project Support

Food processing, chemical and construction materials sectors









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# RECP Demonstration Component – UNIDO Selected Publications







#### Available at National web pages:

www.recp.am

www.recpnet.az

www.recp.by

www.recp.ge

www.ncpp.md

www.recpc.kpi.ua/en/projects-en/eap-green





## Green and Sustainable Chemistry can be seen as emerging paradigms for putting the Sustainable Development Goals and ISID.

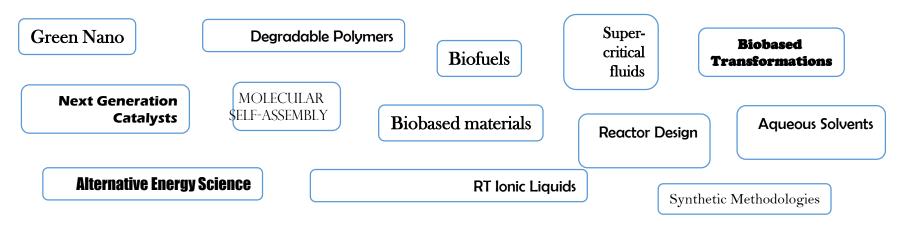




## **Green Chemistry and Sustainable Chemistry**

Green Chemistry is the design of chemical products and processes that reduce or eliminate the use and generation of hazardous substances.

Source: Anastas, Warner (1998)



The concept of sustainable chemistry exists to link preventative protection of the environment and health with an innovative economic strategy that will also result in more jobs.

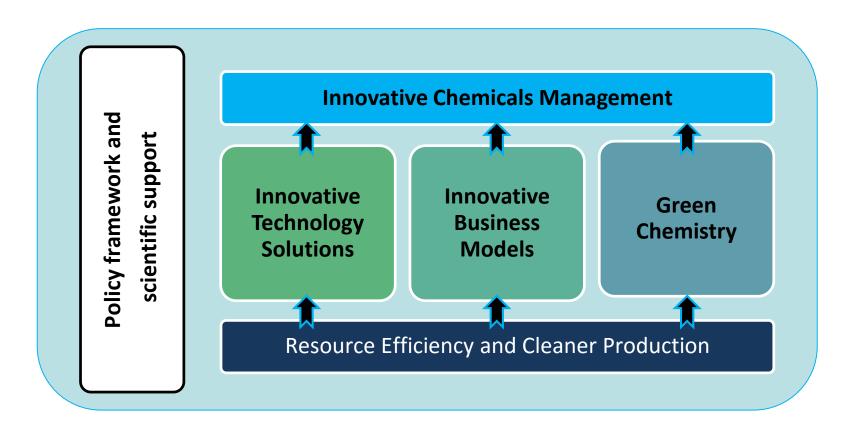
Source: German Federal Environmental Agency







## **UNIDO's Innovative Chemicals Management**







## **UNIDO Chemicals Activities**

"Implementing science-driven green chemistry and green engineering technologies in various industries of low and middle income countries."

- Applying the 12 principles of Green Chemistry (Anastas/ Warner, 1998) to industries by developing business practices based on green chemistry/engineering technologies
  - USD 15 million project in the pipeline (submitted to the GEF, under review)
- Putting emphasis on the strong link of RECP to sound chemicals management:
  - Enhancing RECP assessments by measuring the chemical footprint
  - Establishing a global network of NCPC's of Excellence in Green and Sustainable Chemistry
- Advancing green chemistry and sustainable chemistry as the narrative for implementing international chemicals conventions (Rotterdom, Stockholm, Basel) and SAICM







## **Advancing Circular Business Models**

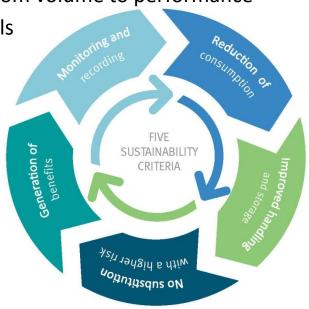
### Chemical Leasing

- UNIDO promotes the model in developing and transition economies
- It is a service-based business model shifting sales focus from volume to performance

Payment/profit decoupled from consumption of chemicals

#### Impact / Outlook

- Reduction of resource use, emissions, waste
- Lower risks, health hazards from chemical handling
- Reduced costs, improved competitiveness
- Insulation from global chemical policy shifts
- Better qualification of workers
- Strengthened, longer-term business partnerships



The Chemical Leasing Sustainability Criteria

Chemical Leasing - innovative model for green chemistry?



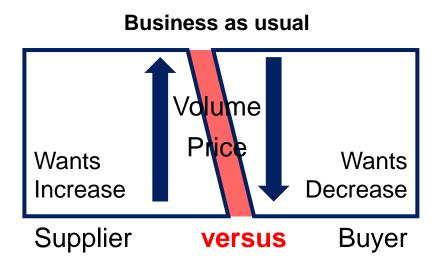


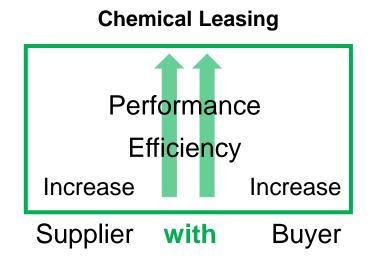


## **Chemical Leasing Essentials**

#### PERFORMANCE-ORIENTED BUSINESS MODEL







Business model & policy instrument for green and sustainable chemistry





## **Case Study Example**

#### **Water Treatment**



#### **Chemicals**

- **Emulsion Breakers** 
  - Antifoam
- Inverse Breakers
- Water Clarifiers ...

Classical business model: payment per t of chemicals for water treatment

Chemical Leasing: payment per m³ of purified water



## **Example: Benefits gained**

- ✓ Reduced chemicals consumption of approx.120 tonnes/year
  - ✓ Financial savings for Nalco
    - USD 164,630 (in 2008)
    - USD 249,418 (in 2009)
  - √ Financial savings for Ecopetrol
  - USD 2.500.000 (in 2008-2009)
  - √ 15 % indirect reduction of energy demand (direct energy consumption remains almost equal)



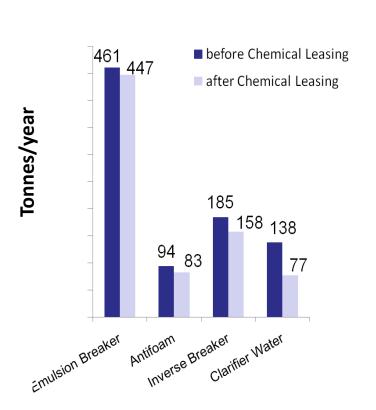






## **Example: Benefits gained**







#### **Economic benefits**

- ✓ Cost reduction by almost 20 %
- ✓ Reduction of oil and grease in the cooling towers

### **Environmental Benefits**

- ✓ Removal of 99% of the oil and suspended solids from the waste water
  - Reduction in polymer consumption

#### **Social benefits**

- Creation of new jobs (laboratories)
- ✓ Long-term commercial relationship
  - ✓ Better working conditions

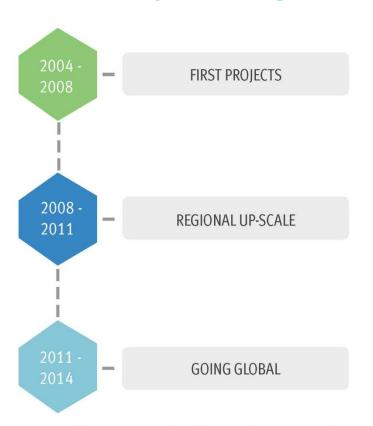


## **Chemical Leasing – applied across sectors**

Industry sectors/processes	Chemicals
Manufacture of electronic equipment	Coating powder
Car manufacturing	Hydrocarbon solvents for cleaning
Various industries/steel treatment	Galvanizing and phosphating agents
Beverage production	Lubricants for packaging conveyers; cleaning agents for pipes and vessels
Waste water and drinking water treatment	Water treatment chemicals
Hotel and service sector	Cleaning & disinfectants chemicals
Beverage and food-processing	Glue, solvents, cleaning agents
Petrochemical industry	Catalysts and water treatment chemicals
Agriculture	Pesticides and fertilizers
Printing Industry	Ink, printing chemicals



## **Up-scaling and Mainstreaming since 2004**



Egypt, Mexico, Russia (St. Petersburg)

Austria (Donor)

+

Colombia, Serbia, Sri Lanka

**Germany (Donor)** 

+

Brazil, Costa Rica, Croatia, Ecuador, Nicaragua, Russia (Kazan), Uganda, Ukraine

**Switzerland (Donor)** 

The Chemical Leasing Phases [2004 - 2014]

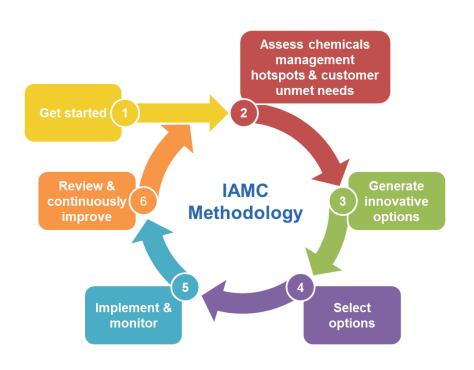
New strategic approach 2015-2024





## **Innovative Chemical Solutions**

#### 2016: Striving towards excellency in sound chemicals management



IAMC Toolkit and Methodology finalized

- Excellence initiative successfully launched at the second EGM on Innovative Approaches to Sound Management of Chemicals and Chemical Waste (IAMC), held on 11-14 April 2016 in Vienna, Austria
- Four NCPC's selected to become Centre's of Excellence on Sound Chemicals Management
- IAMC toolkit developed for dissemination through IOMC, e-version under development
- 22 RECP assessments with focus in formulation, synthesis and application finalized, 40 assessments on-going, up-scaling to 80+ companies foreseen for 2017 onwards



### **Outlook & Conclusions**

- 1 There is a good momentum for bringing Green and Sustainable Chemistry into the Belarus national policy arena
- 2 Joining hands with industry is crucial to achieve fast adoption of green chemistry innovations in global economies
- 3 New ways of doing business will be needed, for example circular economy business models such as Chemical Leasing
- 4 The role of developing countries will increasingly be important to foster inclusive and sustainable industrial development with green chemistryRECP
- 5 Initiative of UNIDO is instrumental for wide spread of responsible production approach in Belarus













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www.eap-green.org www.unido.org/eapgreen www.recpnet.org

The Regional RECP Demonstration Project is implemented under the EaP GREEN programme of the European Union with additional co-funding from the Government of Slovenia, the Development Bank of Austria and UNIDO.











