



**myclimate  
and Migros**

**Climate protection  
along the supply chain**

# M Climate Fund

# Become part of the M Climate Fund with a project idea or as a company.



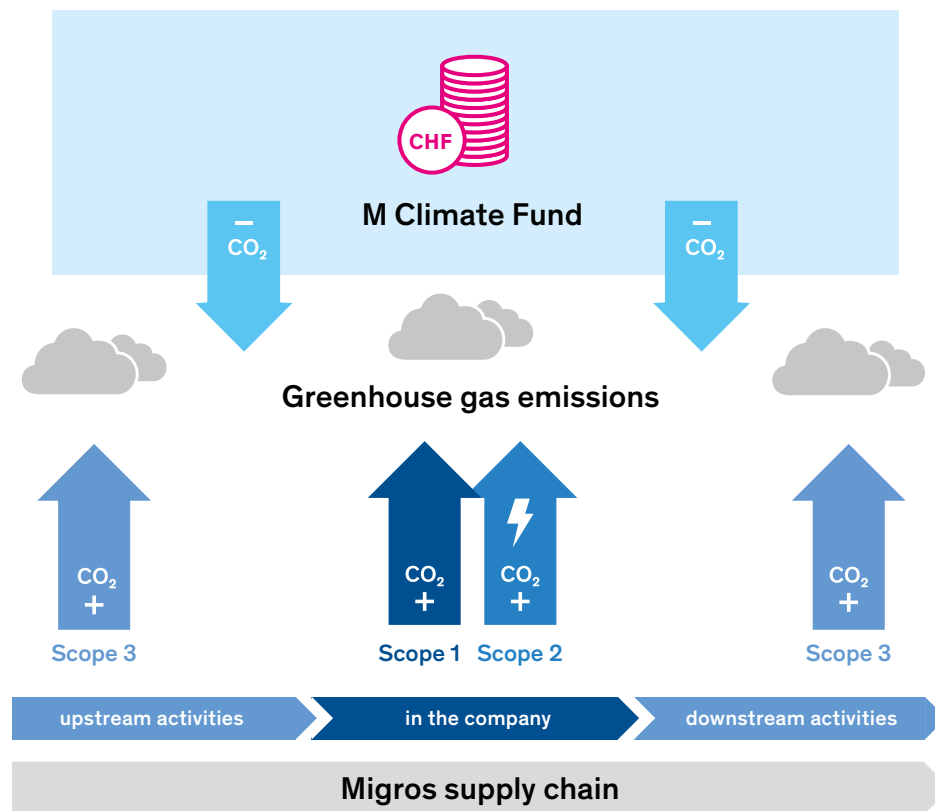
Put a price on CO<sub>2</sub> emissions and support effective climate protection.

## M Climate Fund

Since as far back as 2020, the Migros Group has been committed to the Science Based Targets Initiative (SBTi) and set itself ambitious CO<sub>2</sub>\* reduction targets for 2030 in line with the Paris climate protection agreement. By 2050 at the latest, the Group is set to have net zero emissions. By targeting this goal, the Migros Group aims to continue setting a good example in the area of climate protection.

The M Climate Fund is intended to support the Migros Group's ambitious and science-based climate targets. The funding is used to finance measures aimed at reducing CO<sub>2</sub> emissions within the Migros Group and along the supply chain. Companies throughout the Migros Group and their suppliers will thus be offered a financing instrument for the promotion of effective climate protection domestically and abroad.

\* Refers to all greenhouse gases (CO<sub>2</sub>-equivalents).



The M Climate Fund finances measures to reduce CO<sub>2</sub> emissions along the Migros supply chain.

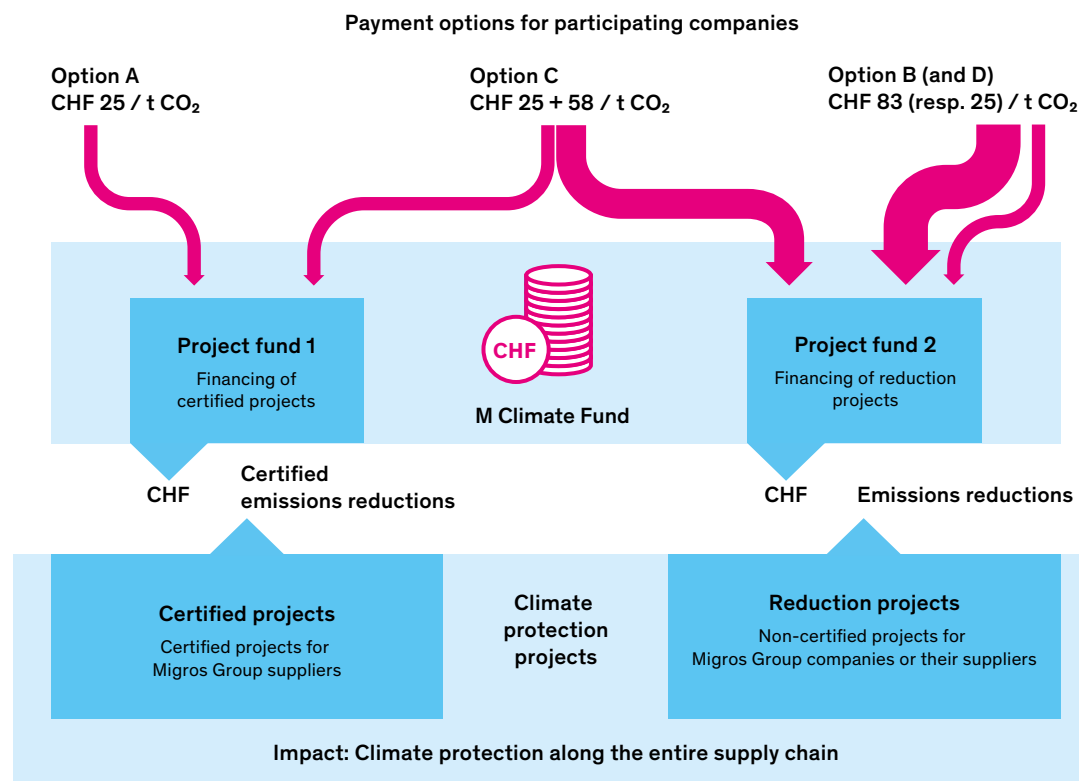
## How does the M Climate Fund work?

The M Climate Fund is financed through carbon pricing at companies within the Migros Group and via climate contributions by customers. These financial resources are used for the financing of climate protection projects that are developed specially for the Fund and that bring about an effective reduction in CO<sub>2</sub> emissions along the Group's own supply chain – in Switzerland and internationally. The financing mechanism of the M Climate Fund itself also contributes to reducing CO<sub>2</sub> emissions. This is because, by pricing greenhouse gas emissions, the Migros Group creates a financial incentive for reducing these emissions and therefore takes advantage of the measurable steering effect of an internal carbon price.

Two types of projects are supported by the M Climate Fund:

### 1. Certified projects

Funding Pot 1 is used to finance climate protection projects along the Migros Group's supply chain that reduce or sequester emissions and have a positive impact on producers in the growing region or on the surrounding landscape.



### 2. Reduction projects

Funding Pot 2 is used to finance climate protection projects at companies in the Migros Group or their suppliers – in Switzerland and abroad. Reduction projects therefore have a direct impact on Scope 1, 2 or 3 of the Migros Group.

### Taking part as a company

All companies in the Migros Group are freely able to take part in the M Climate Fund. This gives companies the opportunity to finance effective climate protection along the supply chain with their own resources thanks to carbon pricing. Four participation options are available, and participants pay the contributions into the M Climate Fund on an annual or semi-annual basis.

### Four participation options:

**Option A** – The participating company prices its emissions at CHF 25 per tonne of CO<sub>2</sub>. This amount is used for the implementation of certified climate protection projects along the Migros supply chain abroad. By financing these projects, Migros makes a contribution over and above its SBTi targets.

**Option B (and D)** – The participating company prices its emissions at CHF 83 for option B (or CHF 25 for option D) per tonne of CO<sub>2</sub>. This amount is used to implement emissions reductions within the company or by suppliers both domestically and abroad. In this way, the company contributes to the Migros Group achieving its SBTi targets and, in the case of variant B, also utilises the *steering effect* of the higher CO<sub>2</sub> price.

**Option C** – The participating company prices its emissions at CHF 83 per tonne of CO<sub>2</sub> and combines the benefits of options A and B. Of this amount, CHF 25 goes to certified climate protection projects. CHF 58 goes towards emissions reductions during operations or at suppliers. At the same time, the selected carbon price has a *steering effect*.

## Submitting projects

### Conditions for support from the M Climate Fund

Project ideas can be submitted by Migros Group companies as well as by their suppliers. All projects that are supported by the M Climate Fund must meet at least the following requirements.

- Effective and measurable reduction or sequestering of CO<sub>2</sub> emissions along the Migros supply chain
- Contribution to sustainable development

Projects that are implemented and certified according to an international project standard are subject to additional requirements.

### How does it work?

The M Climate Fund relies on your project ideas! Get in touch if you would like to submit a potential project for further investigation. myclimate will help you assess your project idea and check whether it meets the necessary requirements.

You can find more information on the submission of project ideas and the requirements in the support application at [myclimate.org/migros](https://myclimate.org/migros) or contact us directly: [m-klimafonds@mgb.ch](mailto:m-klimafonds@mgb.ch)

### Examples of M Climate Fund projects

Numerous project approaches are pursued along the Migros Group's supply chain. For example, more sustainable design in the cultivation of raw materials such as rice, coffee or cacao offers considerable potential for effective climate protection with a high level of socioeconomic benefit.

In Switzerland as well, the integrated structure of the Migros Group supports the potential for greater climate protection within the cooperatives, industry and logistics.



#### Climate friendly rice cultivation in Thailand

Certified project: Switching to climate friendly rice production in Thailand allows huge quantities of methane emissions (greenhouse gas) to be avoided. The bigger harvests improve the living conditions of the farmers.

#### Agroforestry in cacao farming in Côte d'Ivoire

Reduction project: Thanks to the planting of shade trees on the cocoa plantation, carbon can be sequestered, cultivation becomes more resilient to climate change and cocoa farmers receive an additional income.



#### Climate friendly heating and cooling system for the Surseepark

Reduction project at a cooperative: The use of heat pump technology enables the implementation of a climate friendly heating and cooling system for the Migros Lucerne Cooperative.

#### Climate friendly fruit and vegetable production in Swiss greenhouse operations

Reduction project at a Migros supplier: A switch from fossil to renewable heating systems generates high emissions savings.



# M Climate Fund and myclimate

The M Climate Fund is operated as a close collaboration between myclimate and the Migros Group.

myclimate is responsible for project assessment, calculation and monitoring the respective CO<sub>2</sub> savings, and for fund management.

In addition, myclimate supports participating businesses with emissions calculations or reviews of existing calculations upon request.

Our website provides more information on the M-climate fund as well as the services provided by myclimate: [myclimate.org/migros](https://myclimate.org/migros)



Join the  
M Climate Fund!

**M** Klimafonds  
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**MIGROS**

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