

## Circular Economy Action Plan

For a cleaner and more competitive Europe

Nevena MATEEVA First Secretary EU Delegation to Japan



## **Need for action: the Consumption Problem**

There is only one planet Earth, yet by 2050, the world will be consuming as there were three



From 1970 to 2017, the annual global extraction of materials **tripled** and it continues to grow.



More than 90% of biodiversity loss and water stress come from resource extraction and processing.

Source: The International Resource Panel, Global Resources Outlook, 2019

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Annual waste generation will increase by

**70%** by 2050

Only 12% of the materials used by EU industry come from recycling.

Source: Eurostat, 2016 figures





About 50% of total greenhouse gas emissions come from resource extraction and processing

## A key to strategic autonomy

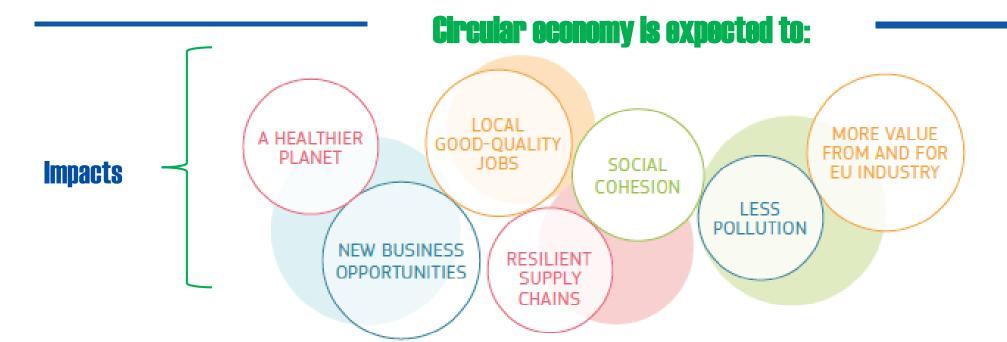
Covid-19 challenges

Disruptions following the war in Ukraine

Disruption of global supply chains

Need to ensure strategic autonomy

**Job insecurity** 



## Transitioning from a linear to a circular model

take dispose make use Recycle Design **The New Circular Economy Action Plan** Reuse A focus on the entire product lifecycle Manufacture Repair Consumption

## **EU Recovery Plan & Circular Economy**

Supporting the transition towards a circular economy. Innovation and investment



Next Generation EU

 A new recovery instrument of € 750 billion boosting the EU budget with new financing raised on the financial markets



Multiannual Financial Framework

A reinforced long-term budget of the EU for 2021-2027 (€ 1.100 billion)



Member States

• o invest on circular economy in their National Recovery & Resilience Plans, as well as via Cohesion Funds & REACT-EU, and the Just Transition Fund



Stakeholders

To take advantage of the new circular economy funding opportunities within Horizon Europe,
 LIFE Programme, Investees

## **Changing the way Europe produces and consumes**

Restrict Waste Exports

safe and high quality

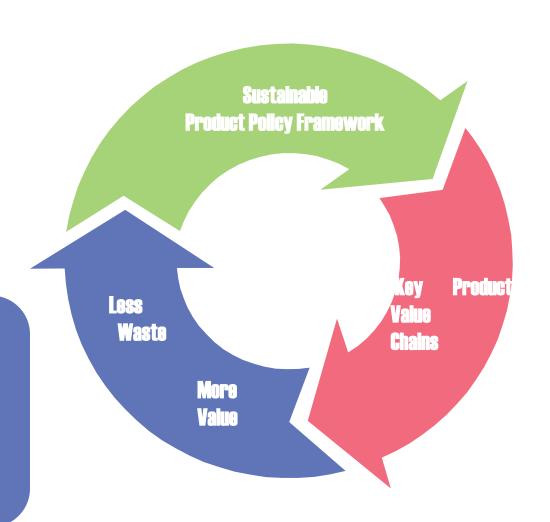
Reduce Waste/Prevention

Creating an EU market for

secondary raw materials

« Recycled in the EU »

Making circularity work for people, regions and cities, and leading global efforts on circular economy



- Make sustainable products the norm in the EU
- Empower consumers and public buyers
- Sustainable production processes

- Electronics and ICT
- Batteries and vehicles
- Packaging
- Plastics
- Textiles
- Construction and buildings
- Food, water and nutrients

## **Towards a Sustainable Product Policy Framework**

A framework that enables stakeholder groups to act differently

#### **Product Design**

Many products break down too quickly, cannot be easily reused, repaired or recycled, and many are made for single use only.

#### **Empowering Consumers**

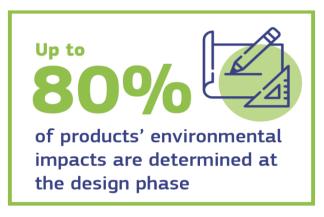
Consumers do not repair products, find too many labels and some green claims are misleading.

### **Circularity in Production Processes**

Production processes in Europe are not resource efficient and can pollute our air, water and soil.

## **Designing Sustainable Products**

Sustainable Products Initiative: product principles and requirements



- Improve durability, reusability, upgradability and reparability
- Eliminate hazardous chemicals and iincrease recycled content
- Restrict single-use and counter premature obsolescence
- Incentivise product-as-a-service

• Digitalise, including a **digital product passport** (traceability)

## **Empowering Consumers and Public Buyers**

**Proposals** 



- Revision of **consumer law**: consumers to receive trustworthy and relevant information on products at the point of sale
- Right to repair



• Companies to substantiate their **green claims** using Product and Organisation Environmental Footprint method



Minimum mandatory green public procurement criteria and targets



## **Key Product Value Chains**



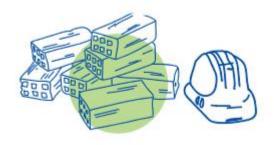
Food, water & nutrients



**Electronics and ICT** 



**Batteries & vehicles** 



**Construction & buildings** 



**Textiles** 



**Plastics** 



**Packaging** 

## **Less Waste, More Value**



Preventing
waste from
being created in
the first place is
key

#### **Boosting Waste Prevention**

Explore reduction targets

#### **Circularity in a toxic-free environment**

• Chemical Strategy for Sustainability

Once waste has been created, it needs to be transformed into high-quality resources

#### **EU market for Secondary Raw Materials**

• Remove barriers to the uptake of recycled materials

#### **Reducing Waste exports**

- Revise the EU Shipment Regulation
- Increase the EU high quality recycling capacity

## Recent CE initiatives

For detailed information, please consult:

https://environment.ec.europa.eu/strategy/circular-economy-action-plan\_en#actions

• EU Strategy for Sustainable and Circular Textiles

### Proposal for a Regulation on Ecodesign for Sustainable Products

- Part of the Circular Economy Package of March 2022
- Broadening the Ecodesign Framework
- Regularly updated multiannual working plans setting out priorities
- Framework legislation + Product-specific measures based on dedicated impact assessments

#### **New features:**

- Broader scope:
   Making sustainable products the norm
- Ecodesign requirements:
  - Circularity, life-cycle environmental sustainability & energy efficiency
  - Performance & information requirements
- Incentives for Best Performing Products

#### Examples of product aspects & parameters:

- Durability **►** Guaranteed lifetime
- Reusability
- Upgradability
- Reparability ► Availability of spare parts
- Recycled Content
- Energy Use & Efficiency **Consumption of energy**
- Resource Use & Efficiency ➤ Consumption of water & other resources
- Presence of Substances of Concern
- Possibility of remanufacturing & recycling, waste generation
- Environmental impacts ➤ Carbon & environmental footprint, emissions, microplastics release

## **Revision of the Packaging and Packaging Waste Directive**

- Targets and measures for packaging waste reduction at MS level and mandatory reuse or refill targets in specific sectors e.g. retail, catering
- EU-wide standards for over-packaging and a ban on certain forms of unnecessary packaging
- A definition and assessment procedure to ensure that all packaging placed on the market is 'recycle
- Mandatory recycled content targets (inclusion rates) for plastic packaging to be per unit of packaging in 2030 and 2040
- Mandatory compostability for some packaging types
- Harmonized labelling to facilitate consumer sorting, as well as for reusable packaging, DRS and recycled content
- Mandatory deposit return systems for single-use plastic beverage bottles and metal cans
- Labels on all packaging to facilitate correct waste sorting by consumers



# Policy framework on bio-based, biodegradable and compostable plastics

Perceived in Europe and internationally as good or better for the environment—not true

#### The policy framework:

- Clarifies what these plastics are characteristics, opportunities, challenges
- Bans generic claims such as 'bioplastics'; as to 'biobased', 'biodegradable' and 'compostable', they should be specified
- Sets the conditions for sustainable bio-based plastics (biobased content, sustainable sourcing)
- Sets conditions for sustainable biodegradable and compostable plastics (applications, standards, infras



## **Moving towards a Global Circular Economy**

An agenda to promote circular economy at bilateral, regional and multilateral level, including through development & international cooperation programmes



EU-Japan Green Alliance 27 May 2021

- Global Agreement on Plastics
- Global Alliance on Circular Economy and Resource Efficiency (GACERE)
- Free Trade Agreements
- Outreach activities Circular Economy Missions

## Thank you



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