

# AVIATION CO<sub>2</sub> REDUCTIONS



## STOCKTAKING SEMINAR

TECHNOLOGY · OPERATIONS · SUSTAINABLE AVIATION FUELS



# SAF competitiveness and scale-up

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SAF competitiveness and scale up

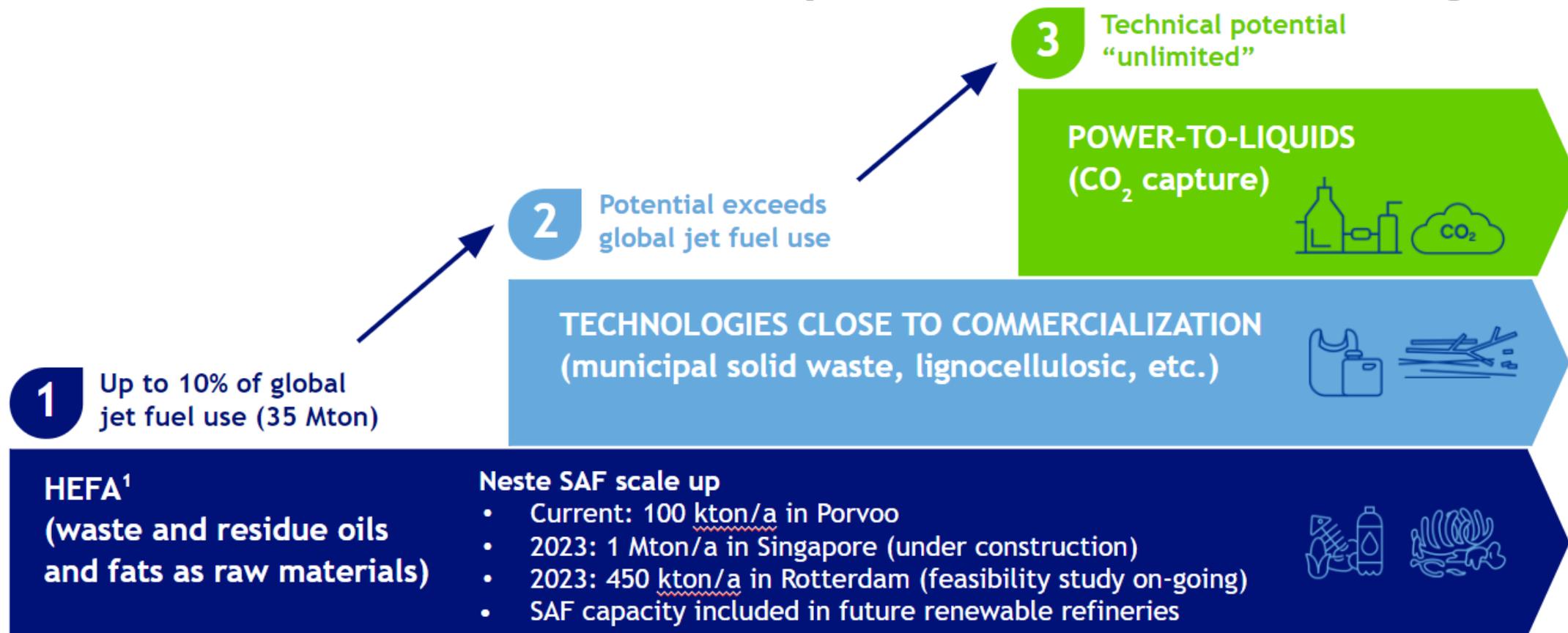
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# Neste's SAF capacity will grow to 1.5 million tonnes in 2023, and will continue to expand with new technologies



Source: Neste estimates

<sup>1</sup> HEFA = Hydroprocessed Esters and Fatty Acids

# Neste has successfully commercialized SAF production, global supply chains, and sales to multiple customers



# Supportive policies are the most important driver to ensure increased, widespread, continuous use of SAF

- **Member States must develop policies to support SAF**
  - Policies can include SAF mandates, tax incentives, grants, carbon taxes, fossil fuel/carbon reduction targets
  - Policies should be performance-based, technology and feedstock neutral, and offer long-term support
- **Many renewable fuels policies favour ground transportation fuels over jet fuel**
  - New policies must incentivize the production of SAF to levels in place for other renewable fuels
  - In fact, SAF should be given special consideration like “multipliers” and “carve-outs”
- **In the near term, CORSIA is not a big driver for SAF**
  - CORSIA does not credit full lifecycle benefits of SAF - LCA CI percentage reduction is applied to CO2 turbine emissions
  - During 2022 CORSIA Review, ICAO Council should consider refinements to further incentivize SAF
  - ICAO should consider SAF-specific policies as part of long-term aspirational goal currently under consideration



# Neste is building a solid foundation for sustainable aviation

## Aviation Fuels

Feedstock type	Conversion process
Waste and residue oils and fats	HEFA - hydrotreated esters and fatty acids

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Neste's Singapore plant expansion - photo taken March 2020



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**CO<sub>2</sub> reductions per flight**

Up to 80% GHG reduction with neat SAF
- 
**Level of finance required**

Singapore expansion = approx. EUR 1.4 billion
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**Timeframe**

Capacity:  
Current = 100kt  
2023 = 1,500 kt
- 
**Main challenges**

SAF industry needs supportive policy



# NESTE

The only way is forward

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# Thank You



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