

<u>Plenary Session 9:</u> Greening SMEs Towards Circular Society (SDG 9) Including the Role of PPP (Public-Private Partnership)

Circular Economy

Circularity and resource efficiency: How can we overcome the challenges (technical and financial capacity) towards greening their entire supply chain

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EU SWITCH Asia Policy Support Component

High-Level 12th Regional 3R and Circular Economy Forum in Asia and the Pacific

3-5 March 2025, Jaipur City, Rajasthan, India

Jaipur, 5 March 2025

SWItchasia Funded by the European Union

www.switch-asia.eu



<u>Objective:</u> Support the transition of the region to a low-carbon, resource efficient and circular economy, whilst promoting more sustainable supply chains and products between the region and Europe.



Geo-coverage: As of 2023, SWITCH-Asia covers 42 countries across Asia, the Pacific, and the Middle-East.

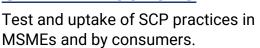


<u>Economic sectors supported:</u> key polluting industries and export-led value chains in the region (e.g. food-systems, textiles and leather, plastics, sustainable tourism, construction).

POLICY SUPPORT COMPONENT

Supports the development of **policies and industrial practices** that lead to reducing the environmental and carbon footprints and comply with international agreements.

GRANT PROJECTS

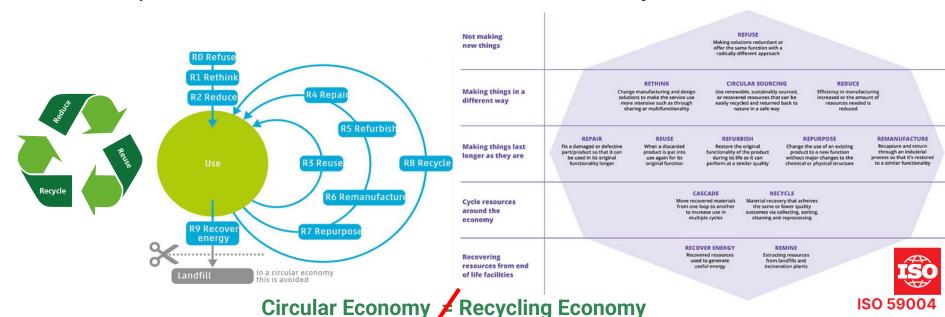


24 ongoing / 7 in ASEAN

Focusing on agri-food, plastics and waste management



 Change from take, make, use and throw away linear production and consumption model to a take, make, use, recover and repeat circular model





Provides a systems' perspective on the relation of inflows of natural resources in and the outflows of wastes from the economy and society and the impacts of these flows on the health of the Earth's systems

Climate change **Planetary** Waste & pollution **Impacts** Nature & biodiversity **Economy** and Society Resources Wastes Circular Economy is concerned with bringing both these net inflows and these net outflows as close as possible to zero.

Guiding Principles for Business Action on Circular Economy om Southeast Asia

Net zero for climate, nature and environment

•CE targets net zero by ending unsustainable resource use as common root cause of climate change, loss of nature & biodiversity, & accumulation of waste & pollution, collectively the triple planetary crisis

Resource circularity, efficiency and substitution

•CE closes natural resource use loops by designing in resource circularity, resource efficiency & resource substitution

Responsible business

•CE involves business taking responsibility for impacts on environment & society of materials & other natural resources that are required throughout lifecycles of its products & services

Ideation and co-creation

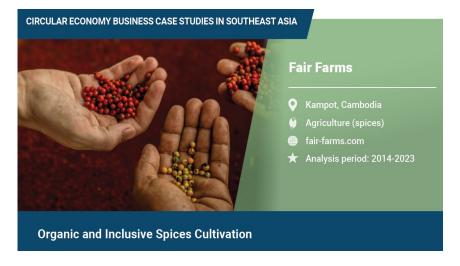
•CE frames ideation & co-creation by business an its value chains to innovate & develop circular products & service solutions

Net benefits

•CE de-risks economy & society from impacts & risks of their unsustainable use of natural resources to generate net socio-economic benefit



good business practices





- ✓ Soil rejuvenation with cover crop of peanut grass
- ✓ Intercropping of vanilla
- ✓ Fertilizer substitution with fish bones, cow dung and peanut grass
- ✓ Reduced soil erosion and reduction of irrigation (and associated pumping energy use)
- ✓ Organic and fair trade certifications

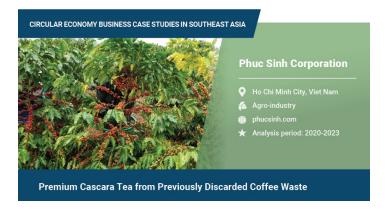






- ✓ Incorporating more sustainable materials, including Philippine cotton & silk and weaving in fabric scraps, r-PET & non-textile materials (Bakong)
- ✓ Fabric waste minimization through improved garment design, production planning and cutting room operations
- Recovery and upcycling of fabric scraps
- Energy and water efficient equipment in production
- ✓ Installation of roof top solar plant

good business practices





- ✓ Production of valuable cascara tea from previously discarded coffee berry waste
- Minimization of chemicals use in coffee growing and optimization of coffee harvesting

good business practices





- Energy and water efficient refurbishment and fittings
- ✓ Food waste minimization
- Switched to local and/or organic food supplies
- Rooftop BSF insect farm and spices garden
- Replacement of single use plastics (bottles etc)
- ✓ Monthly farmers' market in hotel premises

Circular Economy through Cleantech Innovation





Advanced solar dehydration system for farm level processing of vegetables and fruits during periods of excess supply





Greening SMEs towards Circularity: steps and process

The Enterprise Perspective

- 1. Recognise the potential of enterprise models
- 2. Local innovative solutions for global problems; local jobs

The Non-Financial Support Perspective

- Enhance the quality of non-financial support
- Accelerate business and financial literacy
- > The Financial Support Perspective
 - Making financing architecture more accessible
 - Innovate on missing middle financing
- ✓ The Policy Perspective
 - ✓ Provide tailored policy support for SMEs
 - ✓ Bridge the gap between high-level policymakers and SMEs
- The Market Perspective
 - Promote a network of enterprises and entrepreneurs
 - Build multi-stakeholder partnerships

Circular Economy Opportunity for Business

Cost Savings

 Direct business benefits from efficient and long use of materials and other natural resources

New Business Opportunity

 New product and market opportunities using existing competencies

Change is Unavoidable

- Climate and planet are in undeniable crises
- Today's products and business not compatible

Total of 78 business cases analysed and documented from Cambodia, Indonesia,
Laos, Malaysia Philippines, Thailand and Viet Nam

— more to follow!

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ASEAN Circular Economy Business Alliance (ACEBA): Mobilizing Business Action for Circular Economy in Southeast Asia

Building for a Circular Future: Policies and Partnerships for the Construction Sector





Project Brief

Sustainable Tourism Enhancement in the Pacific (STEP)

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