

Business Development Lizenz / Training Material

Modul 4 / Video 1 **Topic: Introduction to the Public API and differentiation from the XDC Climate Explorer**

Questions

- 1) Explain how the API is especially useful in calculating Baseline XDCs, if you do not have complete Scope 3 data.
- 2) Explain how the API can be used for multi-sector companies.
- 3) When you use the API, the data is automatically stored by us.
 - a) Yes.
 - b) No.

Answers

- 1) Explain how the API is especially useful in calculating Baseline XDCs, if you do not have complete Scope 3 data.

When calculating the Baseline XDC for a particular client, they may not have a particular subscope of Scope 3. If a Baseline XDC were to be calculated using incomplete emissions data, the company would have an understated Baseline XDC, as the emissions are simply too low.

By running an analysis where there is no emissions data you can better gauge the climate performance for the data you have on hand.

- 2) Explain how the API can be used for multi-sector companies.

Some of the companies that you analyze may be conglomerates. Basically, they earn revenue from a variety of sectors and have multiple departments.

In our software, only one NACE code can be used for the entire company. If a company has large departments in both high- and low-emitting sectors, when using one NACE code, some of these departments will be ignored. While the GVA and emissions of the entire company will be used, the sector-specific benchmarks used for the calculation of the Baseline XDC will depend on the NACE sector chosen for the company.

If the low-emitting sector is used as a benchmark for the company, the Baseline XDC will likely be too high, as the company is being compared to only low-emitting companies. If the high-emitting sector is used as a benchmark, the Baseline XDC of the company likely will be too low, as the low-emitting departments will make their climate performance seem better than it is.

By using multi-sector analysis, each separate sector can be individually analyzed and an appropriate Baseline XDC for the company, as a whole, can be determined.

3) When you use the API, the data is automatically stored by us.

- a) Yes.
- b) No.

No, the data is not stored by us at all – so the use of the API ensures confidentiality on whatever project you are working on.