

**The Rt Hon Rachel Reeves MP,  
Chancellor of the Exchequer**

**25 March 2025**

HM Treasury  
1 Horse Guards Road  
London, SW1A 2HQ

**Dear Chancellor,**

We are writing ahead of your upcoming Spring Statement, marking eight months since your landslide election.

Since then, several anaerobic digestion (AD) plants have closed, and many more are at serious risk of shutting down—jeopardising over 2TWh of renewable electricity that could be lost before 2030. The Prime Minister has set out clear missions for his Government, including achieving clean power by 2030 and reaching net zero. However, the lack of action to support our clean power sector makes these targets increasingly difficult to meet.

Currently, AD produces more than 13TWh of biogas which is used to produce renewable electricity and over 7TWh of renewable gas. This is expected to reach a combined total of at least 30TWh by 2030, significantly contributing to your clean power objectives. AD power is often generated in rural areas, supporting small businesses, farms, and communities across the country. Additionally, it plays a crucial role in decarbonising wastewater treatment, food recycling, and the UK's world-renowned food and drink manufacturing sector.

The sector is poised for rapid growth but requires positive action from your government to realise this potential. At least £1 billion of investment in the UK AD sector is waiting to be unlocked, with interest from global investors as well as homegrown British businesses.

Urgent support is needed for AD and biogas in their role in achieving net zero, including:

- Equal treatment with other renewables under the UK Emissions Trading Scheme
- Suitable support schemes to replace existing tariffs and certificates due to expire in the next few years
- Recognition as a key component of the UK's national energy infrastructure.

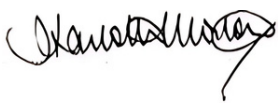
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As highlighted in our recent net zero study, supporting AD would allow for significantly greater offsetting savings in offshore wind, energy transmission, and hydrogen production.

If your government makes the right decisions and the Treasury provides further support to the Department for Energy Security and Net Zero, the AD sector will experience significant growth, attracting billions of pounds of investment in the coming years. This will ultimately help you achieve your key growth mission.

The sector is alive, ready, and capable of playing its part in delivering net zero while generating homegrown, cheaper, greener, and more secure energy for the future. However, it requires action from you and your government to reach its full potential.

Signed,



**Charlotte Morton OBE**  
Chief Executive,  
ADBA



**Chris Huhne**  
Chair,  
ADBA



**The Anaerobic Digestion and Bioresources Association (ADBA)** is the trade association for the UK anaerobic digestion (AD) and biogas industry. ADBA's vision is to unlock the full potential of the UK AD industry so it can help the UK achieve its emissions targets and other policy goals, creating a truly circular economy.

Co-signed,

### **ADBA Members and UK Anaerobic Digestion and Biogas Community**

Letter signatories listed on following page.

## Signatories

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AD Ingenuity LLP	FBG Services Limited	nZero Group
Agrii	FBW Engineering Services Ltd	OSS Enviro (Global) Ltd
Agrivert Ltd	Flogas Britain Ltd	PMF Poultry Ltd
Amur Energy / ABagri Ltd	Future Biogas	Process Technique Ltd
Aritas Cryogenics	Future Energy Networks	PTSM Limited
Astute People	Generate Upcycle	PWCL
Baytree Resource Management Limited	Gravis	Realistic Agri Ltd
Benamann Energy Ltd	Grazebrook Innovation	Renewable Energy Institute
Biotech4 Group	Greenacre Energy Ltd.	Renewable Power Systems
BioticNRG	Guy and Wright	Scandinavian Bioenergy Services
Black Dog Biogas Ltd	GWE Biogas Ltd	Mike CCW Ltd
Bohr Limited	Halsette Energy Consulting Limited	Servosol
Buddleford Broadoak Ltd	Hayley Group	Severn Trent Green Power Ltd
Cadent Gas	Heat and Power Services Ltd	SGN
Carbon Zero Markets	Herefordshire Biogas Limited	Steel 4 Structures GPT
Centre for Competitiveness	Hightorrs Ltd	Sterling Pharma
Clarke Energy	HRS Heat Exchangers Ltd	Stour Energy
Clayton Hall Farm Bioenergy LLP	Huber Technology	Stream Bioenergy
Clinty Chemicals Ltd	IBioC (Industrial Biotechnology Innovation Centre)	Sundorne Products (Llanidloes) Ltd t/a Potter Group
CSO Group	IGEM	Sutton Grange Services Ltd
DJ Riley Environmental Consultants Ltd	JBG Quinn and Sons	Sweco UK
Dwr Cymru Welsh Water	JD AD Ltd	Tank Consult Ltd
Edina UK Ltd	JJ DAVISON & SONS	Thöni Industriebetriebe GmbH
Eliquo Hydrok Ltd	Lallemand UK	University Centre Shrewsbury
EMGT Ltd	LPF Energy Ltd	University of Surrey
Energy Now	Marches Biogas Limited	Vale Green Energy Ltd
ENVITEC BIOGAS SERVICE UK LTD	Marex	Wahi-mahi Ltd
Farm Renewables Limited	Marsh	Wolf Systems Construction Ltd
	Merrivale Energy Ltd	
	NNFCC The Bioeconomy Consultants	