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Insights from BRICS-T economies on the impact of human capital and renewable electricity consumption on environmental quality

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This paper evaluates the impact of electricity consumption from renewable and nonrenewable sources on the load capacity factor for BRICS-T nations using data from 1990 to 2018. The paper used linear and nonlinear autoregressive distributed lag (ARDL) approaches to explore these associations. The results of the Westerlund co-integration show long-run co-integration between load capacity factor and the independent variables. The results show that renewable electricity energy and human capital contribute to the sustainability of the environment, while electricity consumption, economic growth, and industrialization impede environmental sustainability. Similarly, the nonlinear effect of renewable electricity energy on LCF shows interesting findings. The positive (negative) shift in renewable electricity energy increases ecological sustainability in the BRICS-T nations. Furthermore, the Dumitrescu Hurlin panel causality gives credence to both linear and nonlinear ARDL results. The study suggests policy recommendations based on these results.

Abbreviations

Brazil, Russia, India, China, South Africa and Turkey
Autoregressive distributed lag
Gross domestic product
Industrialization
Load capacity factor
Electricity consumption (ELE) from non-renewable
Electricity consumption (RECE) from renewable
Human capital
Slope heterogeneity
Panel nonlinear ARDL
Autoregressive distributed Lag
Error correction-term
Error term
Fully modified-OLS
Carbon emissions
Augmented mean group
Cross-sectional dependence
Pooled mean group

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In the last decades, environmental quality issue has become the main goal for most developing and developed nations^{1,2}. Environmental sustainability includes all the practices and activities that reinforce long-term economic development without adversely impacting society^{3,4}. Environmental sustainability can only be achieved by exploring the linkage between growth and environmental pollution through industrialization. This linkage demonstrates that industrialisation is influential in accelerating economic development activities, which eventually negatively affect environmental sustainability by increasing energy demand and consumption. Various empirical studies support a positive linkage between industrialisation and carbon emissions^{5,6,7}.

However, global warming is significantly attributed to economic growth, where economic expansion is prioritized at the cost of ecological sustainability. Over the years, emerging economies such as BRICS-T nations have followed the pro-growth agenda with little attention to environmental sustainability. The economic progress in BRICS-T is highly dependent on energy use as it significantly influences economic growth¹⁰. The energy demand in the BRICS-T nations has increased considerably over the last decades, which several reasons, such as the level of population, urbanization, and industrialization can explain. However, many policymakers and environmental scholars have highlighted this economic progress's adverse effect on these nations' environmental quality^{8,9}. In this regard, the BRICS-T states are ranked among high-polluting economies, particularly China, India, Turkey, and Russia, among the top ten polluting economies in the world. However, the rapid financial and economic development of the BRICS-T nations has several socioeconomic advantages, such as industrialization and infrastructure development, reeducation, reduction in poverty, and increased employment rates in these nations. However, the impact of economic progress and industrialization on ecological sustainability still needs to be investigated¹⁰.

Achieving ecological sustainability will not be easy if human capital is not considered. Human capital is the combination of distinct parts of competencies, abilities, skills, and knowledge obtained by persons during their daily lifetime, created by communicating in different types of training and education. Therefore, this type of capital aims to enhance employees' knowledge, skills, communications and social values, which will positively affect the society^{11,12}. Human capital may affect ecological quality in three ways. First, human capital has a powerful effect on economic and financial expansion; and as a result, may affect energy utilization and the environment. Second, human capital may affect the environment through green technology channels. This way, improving human capital will enhance research, development, and green technologies. Thirdly, human capital may affect the environment and promote green consumption and production, leading to a sustainable environment.

In the framework of the BRICS-T, studies employing load capacity factor (LCF) as an ecological sustainability proxy have yet to be adequately employed by the available panel studies. As a result, to fill up this crucial research gap, the paper used the nonlinear ARDL approach to examine the interconnection among the chosen variables. Thus, the present analysis explores the effect of electricity consumption from renewable and non-renewable, human capital, industrialisation and economic growth on load capacity factor. The current investigation is particularly unique in that it provides policy insights for the BRICS-T nations. At the same time, previous studies used CO_2 and ecological footprint as proxies of ecological degradation, which is not a comprehensive measure of environmental quality/degradation. As a result, we used the LCF, which considers the supply and demand sides of the ecosystem, to explore the effect of electricity consumption from renewable and non-renewable energy, human capital, and industrialisation on LCF in BRICS-T economies from 1990 to 2018. The primary research questions of the present empirical investigation are mentioned below:

- Does a positive (negative) shift in electricity consumption from renewable energy promote ecological sustainability?
- Do industrialisation and economic growth contribute to ecological degradation in BRICS-T nations?
- Does human capital contribute to BRICS-T nations ecological sustainability
- Does electricity consumption from non-renewable energy promote ecological sustainability?

The current investigation contributes to ongoing literature in two ways: I) To the researcher's knowledge, no research has assessed the impact of industrialisation and human capital on ecological sustainability using LCF as a proxy of environmental quality. Thus, we fill the gap in the literature. II) The current analysis explores the asymmetric linkage between electricity consumption from renewable energy and LCF using the nonlinear ARDL approach by¹³. The benefit of this technique is that it captures both (positive/negative) shift effects of the independent variable on the dependent variable.

The subsequent structure of the current investigation is as follows: the second part portrays the literature review followed by the tested method framework. The fourth section describes empirical outcomes and discussion, while the last section shows the conclusion of the current work.

Literature review

The main aim of policymakers, governments and scholars is to investigate the drivers of environmental quality. Scholars have highlighted several determinants of environmental quality using different countries/nations, technique(s), and timeframe. Nonetheless, varied results have surfaced based on the reasons mentioned earlier. Economic progress is one of the main drivers of ecological quality. Earlier studies such as^{14–1920,21} on the association between economic expansion and environmental deterioration reported that an upsurge in GDP causes deterioration in the ecosystem. A similar report is documented by the study of²² on the connection between real growth and ecological quality. The research report uncovered that the pro-growth policies of BRICS trigger the deterioration of the ecosystem. Based on the above knowledge, the following hypothesis is crafted.

H1: Economic growth does not improve environmental sustainability.

Regarding the nexus between energy (renewable (REC) and non-renewable (NREC)) and environmental quality, extensive studies have been documented. The study of²³ in China on the role of energy towards ecological neutrality using data from 1990Q1 and 2018Q4 reported that both fossil fuel and renewable energy contribute to decreased ecological integrity. Contrarily, the paper of²⁴ in Thailand on the role of energies from 1980 to 2018 reported that NREC escalates CO_2 while REC mitigates the emission of CO_2 . Likewise,²⁵ inspected the energies-emissions association in the USA using the ARDL. The results gathered from their analysis reported that environmental sustainability is achieved via using REC while NREC lessens the EQ. Recently, in their papers on the energies-environment connection, for the case of OECD and BRICS economies²⁶ and²⁷ reported that an increase in REC mitigates environmental pollution. Based on the above knowledge, the following hypothesis is crafted.

H2: Renewable electricity consumption does not improve environmental sustainability.

H3: Non-renewable electricity consumption does not improve environmental sustainability.

Human capital is tied to education, enhanced awareness, knowledge access, and other variables that assist in lowering CO_2 emissions through implementing appropriate environmental protection policies. Thus, while analysing CO_2 emissions, human capital is a key explanatory factor. The²⁸ documented that an upsurge in human capital triggers ecological integrity. The study of²⁹ scrutinized Pakistan's human capital-emissions link between 1980 and 2014. Results from this study disclosed that an intensification of human capital causes ecological sustainability in Pakistan. Based on the above knowledge, the following hypothesis is crafted.

H4: Human Capital does not improve environmental sustainability.

Studies on the nexus between industrialisation and ecological deterioration have recently received considerable attention. For illustration,³⁰ inspected the nexus between industrialisation and the environment in Sub-Saharan African countries between 1996 and 2019. The study result shows that an upsurge in industrialisation causes CO_2 emissions intensification. Using N-11 countries, reference³¹ study on the emissions-industrialization using panel ARDL documented positive emissions-industrialization. Contrarily, the work of³² in Pakistan using data from 1990 to 2018 reported a negative and insignificant nexus between CO_2 and industrialisation using the ARDL. Similarly, the study of³³ in China revealed that an upsurge in industrialisation causes deterioration in the ecosystem. Based on the above knowledge, the following hypothesis is crafted.

H5: Industrialisation does not improve environmental sustainability.

Considering the empirical studies mentioned above, it is clear that the influence of electricity consumption from renewable and non-renewable on LCF has yet to be investigated. Thus, the current work fills the gap in environmental and energy literature. The existing investigation is unique in providing policy insights for the BRICS-T nations. At the same time, prevised studies employed CO_2 and ecological footprint as proxies of ecological degradation/quality, which is not a comprehensive measure of environmental assessment. As a result, we used the LCF to study the effect of electricity consumption from renewable and non-renewable energy, human capital, and industrialization on LCF in BRICS-T states.

Data and methods

Data. The study evaluates the effect of ELE and RECE on ecological neutrality in BRICS-T states. The study used other environmental quality drivers such as economic expansion, industrialisation and human capital. The research period encompasses the period between 1990 and 2018. The dependent variable is LCF, estimated as a division of biocapacity and ecological footprint (Global hectares per/capita). The regressors are electricity consumption (ELE) from non-renewable, electricity consumption (RECE) from renewable, which is calculated as GWh, and economic growth (EG), which is captured as GDP Per/capita constant USD-2010, industrialisation (IND) which is measured in constant 2010-US\$, and human capital (HC) which is based on schooling years and returns to education. Furthermore, EG and IND are collected from the WB database, ELE and RECE are sourced from the database of BP, LCF is gathered from the database of the global footprint website, and HC is obtained from PENN World Database. In line with the study of²², the study economic model is proposed by incorporating electricity consumption from renewable and human capital as follows:

$$LF_{t} = \mu_{0} + \mu_{1}EG_{it} + \mu_{2}ELE_{it} + \mu_{3}RECE_{it} + \mu_{4}IND_{t} + \mu_{4}HC_{it} + z_{it}$$
(1)

where; EG, RECE, ELE, HC, IND, and LCF represent economic growth, electricity consumption from renewables, and non-renewable, human capital, industrialisation and LCF.

Methods. To inspect the long- and short-term effects of ELE, RECE, IND, and HC on ecological quality in BRICS-T nations, the research utilised panel nonlinear ARDL (PNARDL). Moreover,³⁵ proposed the Panel ARDL testing paradigm, which enables the discovery of long and short-term associations. This technique estimates the tested model with I(1) or I(0) series, or both I(1) and I(0). On the flip side, this strategy offers effective and reliable results since it avoids the problems brought on by endogeneity. The model can also be used with small data sample. The ARDL testing technique (p, q) is outlined as follows in line with the panel ARDL model proposed by³⁴.

$$y_{it} = \beta_0 + \vartheta i \sum_{j=1}^{p} Y_{it-j} + \varnothing i \sum_{j=1}^{q} \Delta X 1_{it-j} + \varnothing i \sum_{j=1}^{q} \Delta L 2_{it-j} + \varnothing i \sum_{j=1}^{q} \Delta M 3_{it-j} + \lambda 1 Y_{it-1} + \lambda 2 X_{it-1} + \lambda 3 L_{it-1} + \lambda 4 M_{it-1} + \lambda 5 N_{it-1} + \varphi ECT_{t-1} + \varepsilon_{it}$$
(2)

Where; the endogenous variable is depicted by y_{it} and the regressors are denoted by X, L, M, N. Moreover, the difference operator is denoted by Δ , error term is illustrated by ε it, and ECT shows error correction term. The

long and short-run coefficients are illustrated by $\Lambda 1$, $\lambda 2$, $\lambda 3$, $\lambda 4$, $\lambda 5$ and $\emptyset 1$, $\emptyset 2$, $\emptyset 3$, $\emptyset 4$, $\emptyset 5$, respectively. In addition, optimal lag length is denoted by p, q. The linear panel ARDL is depicted as follows;

$$LCF_{it} = \beta_0 + \vartheta 1 \sum_{j=1}^{p} LCF_{it-j} + \varnothing 2 \sum_{j=0}^{q} \Delta GDP_{it-j} + \varnothing 3 \sum_{j=0}^{q} \Delta RECE_{it-j} + \varnothing 4 \sum_{j=0}^{q} \Delta ELE_{it-j}$$

$$+ \varnothing 5 \sum_{j=0}^{q} IND_{it-j} + \varnothing 6 \sum_{j=0}^{q} HC_{it-j} + \lambda 1LCF_{it-1} + \lambda 2GDP_{it-1} + \lambda 3RECE_{it-1} + \lambda 4ELE_{it-1}$$

$$+ \lambda 5IND_{it-1} + \lambda 6IND_{it-1} + \varphi ECT_{it-1} + \varepsilon_{it}$$
(3)

where: the endogenous variable is denoted by LCF_{it} , the regressors are depicted by GDP, RECE, ELE, IND, HC, Δ and ε_{it} representing difference operator and error term, respectively. The long-run coefficients are illustrated by $\Lambda 1$, $\lambda 2$, $\lambda 3$, $\lambda 4$, $\lambda 5$ and $\lambda 6$. In addition, the short-run coefficients are depicted by $\emptyset 1$, $\emptyset 2$, $\emptyset 3$, $\emptyset 4$, $\emptyset 5$ and, $\emptyset 6$ while the *optimal* of lag length is shown by (p, q).

The modified NARDL testing strategy recommended by¹³ was used in the current work. The primary benefit of this method is that it evaluates the asymmetric impact of the regressor on the endogenous variable. Regressors are divided into positive and negative alterations by the NARDL. To capture the asymmetric estimates, the primary variable, which is electricity consumption from renewable energy, is divided into two parameters, i.e., electricity consumption from renewable energy in two parts. They are the positive and negative shifts in electricity consumption from renewable energy, which is shown as follows in Eq. (4):

$$LCF_{it} = \beta_0 + \vartheta 1 \sum_{j=1}^{p} LCF_{it-j} + \varnothing 2 \sum_{j=0}^{q} \Delta GDP_{it-j} + \varnothing 3 \sum_{j=0}^{q} \Delta RECE_{it-j}^{+} + \varnothing 4 \sum_{j=0}^{q} \Delta RECE_{it-j}^{-} + \varnothing 5 \sum_{j=0}^{q} \Delta ELE_{it-j} + \varnothing 6 \sum_{j=0}^{q} \Delta IND_{it-j} + \varnothing 7 \sum_{j=0}^{q} \Delta HC_{it-j} + \lambda 1LCF_{it-1} + \lambda 2GDP_{it-1} + \lambda 3RECE_{it-j}^{+} + \lambda 4RECE_{it-j}^{-} + \lambda 5ELE_{it-1} + \lambda 6IND_{it-1} + \lambda 7HC_{it-1} + \varphi ECT_{t-1} + \varepsilon_{it}$$

$$(4)$$

The PNARDL method does not show any causal linkage among the selected variables. Hence, the study utilized the Dumitrescu-Hurlin causality technique to assess the causal connection between the LCF and the regressors (LCF, EG, RECE, IND, HC, ELE). This assessment is widely accepted as a sophisticated method for causality, considering the size and the cross-section's time dimension. This approach also is essential in our study to make policy recommendations. The flow of analysis is presented in Fig. 1.

Empirical results

Outcomes of cross-sectional dependence and unit roots assessments. First, the research utilized the Cross-sectional dependence (CD) technique to investigate whether or not CD exists. The outcomes of the CD test are presented in Table 1, which explains that the *p*-value is significant at (1%), implying the rejection of *the H0* hypothesis. Furthermore, the current work employed CIPS and CADF techniques to assess the stationary levels amid the concentrated variables. The CIPS and CADF outcomes are illustrated in Table 1, which shows



Figure 1. Flow of the study.

that all the selected variables with the exemption of IND are not stationary at the level. However, at the first difference, they became stationary. However, these techniques proved that all explored parameters are I(1).

The study utilized the slope heterogeneity (SH) test. The outcomes of SH test (Table 2) reported that the values of both "delta $\hat{\Delta}$ " and adjusted "delta $\hat{\Delta}_{Adj}$ " are significant at 1% level. These outcomes proved that there is slope heterogeneity in the employed model, which can be attributed to the BRICS-T region not having the same economic condition.

Co-integration test results. As previously noted, if the unit root assessments affirm that the examined data are stationary, we proceed to assess the co-integration among the tested variables. The current study utilized Westerlund co-integration to capture the long-run association between the variables. The outcomes of co-integration technique are depicted in Table 3, which indicates that the Ho hypothesis of "no co-integration" is rejected. Thus, this test findings provide evidence of co-integration among the examined parameters.

Linear ARDL Results. The outcomes of the symmetric ARDL approach are displayed in Table 4. This approach showed that an upsurge in the level of RELE promotes LCF in BRICS-T region. The study illustrated

			CIPS-outcomes		CADF-outcomes	
Variables	CD-outcomes	<i>p</i> -value	I(0)	I(I)	I(0)	I(I)
LCF	15.290*	0.0000	-1.874	-4.740*	-2.580	-4.740*
EG	18.927*	0.0000	-1.620	- 3.430*	-0.948	- 3.430*
RECE	9.8274*	0.0000	-0.873	- 5.067*	-1.803	- 5.067*
IND	15.067*	0.0000	-3.207*	-	-3.372*	-
HC	19.894*	0.0011	-1.639	- 5.703*	-2.302	- 5.368*
ELE	12.097*	0.0000	-1.625	-5.468*	-2.494	-5.510*

 Table 1. CD and CIPS, and CADF Test outcomes. *Denotes a 1% level of significance.

Â	P value	$\hat{\Delta}_{Adj}$	P value
7.441*	0.000	8.362*	0.000

Table 2. Findings of SH test. *Denotes a 1% level of significance.

Statistics	Value	Z-value	<i>p</i> -value	Robust. P value
Gt	- 3.127	-2.511	0.006	0.000
Ga	- 8.802	2.694	0.942	0.000
Pt	- 16.974	- 10.863	0.000	0.060
Ра	-11.968	1.338	0.903	0.000

Table 3. Westerlund cointegration.

	Long-run			Short-run		
	Coefficient,	t-Stat	Prob,	Coefficient,	t-Stat	Prob,
EG	-1.9106*	- 3.0367	0.0029	0.4886	1.1236	0.2633
ELE	-0.2091**	-2.2827	0.0218	-0.2091**	-2.2827	0.0218
IND	-1.9512*	- 5.7733	0.0000	-0.5472**	-2.0552	0.0420
HC	1.4005*	3.0868	0.0025	1.4005*	3.0868	0.0025
RECE	0.1230**	1.9976	0.0480	0.017	0.3258	0.7451
ECT (-1)				-0.3679*	-3.0709	0.0027
С	-4.9141	- 1.162584	0.2472			

Table 4. Panel ARDL. Δ denote short-run. Significance level of 10%, 5% and 1% are shown by ***, ** and * respectively.

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that a one percent increase in RELE enhanced the LCF by 0.123% and 0.017% in long and short periods. On the other hand, the outcomes reported that an upsurge in the level of ELE has an adverse influence on the environmental neutrality in BRICS-T region. The results demonstrated that a 1 percent increase in ELE led to a significant decline in the LCF by 0.2091 and 0.148 in long and short periods.

Moreover, the findings reported that economic growth in BRICS-T nations adversely affected ecological quality in BRICS-T in both the long and short term. The outcomes reported that a 1% rise in economic growth led to a mitigation of the LCF by 1.901% and 0.4886% in long and short periods, respectively. These findings align with the study of²², who scrutinized the real growth-environment connection in the BRICS region using data between 1990 and 2018. Likewise, the study showed that an increase in industrialisation in BRICS-T nations negatively affected the ecological quality in BRICS-T. The findings from this work suggested that a 1 percent upsurge in industrialisation mitigates the LCF by 1.9512% in the long term and 0.5472% in the short term, respectively. The empirical outcomes also showed that improving the human capital in BRICS-T nations positively affected the ecological neutrality in BRICS-T in the long term. In contrast, in the short period, this impact is insignificant.

Nonlinear ARDL results. The study explored the asymmetric linkage the dependent and independent variables using the nonlinear autoregressive distributed lag (NARDL). The NARDL outcomes reported that a 1% positive increase in RECE promotes the LCF by 0.0418% in the long term and 0.0176% in the short term. Furthermore, the findings showed a 1% negative shift in RECE increases LCF by 0.0770% (long-term) and 0.0504% (short-term). In contrast, the outcomes from the nonlinear model test demonstrated that a 1% upsurge in ELE influenced LCF positively in the long and short term. The outcomes revealed that a 1% positive shift in ELE miti-



Figure 2. Summary of the linear and nonlinear ARDL.

	Long-run			Short-run		
	Coefficient,	t-Stat	Prob,	Coefficient	t-Stat	Prob
EG	-0.8711**	-2.4281	0.0176	-0.6694**	-2.0845	0.0267
ELE	-4.5080*	- 5.6060	0.0000	1.2103	1.5411	0.1276
IND	-0.5385***	-1.7381	0.0864	-0.1935**	-2.3658	0.0196
HC	1.5075***	1.8319	0.0710	0.1714	1.6089	0.1119
RECE+	0.0418*	3.1797	0.0022	-0.0695*	- 3.9494	0.0000
RECE-	0.0070*	2.9542	0.0042	0.0504*	4.6346	0.0000
ECT (-1)	-	-		-0.8818*	- 6.5904	0.0000
С	1.9718	1.0176	0.3124	-		

 Table 5.
 Panel nonlinear ARDL. Significance level of 10%, 5% and 1% are shown by ***, ** and * respectively.

Null hypothesis:	W-stat	Zbar-stat	Prob
$EG \neq LCF$	6.53748*	8.12439	0.0000
$LCF \neq EG$	8.21340*	10.6225	0.0000
$ELEC \neq LCF$	6.29120*	7.75730	0.0000
$LCF \neq ELEC$	0.32080	-1.14201	0.2534
$IND \neq LCF$	8.65406*	11.2793	0.0000
$LCF \neq IND$	1.45776	0.55111	0.5816
$HC \neq LCF$	4.30046*	4.76450	0.0000
$LCF \neq HC$	2.08019	1.46992	0.1416
$RECE^+ \neq LCF$	9.51820*	12.5674	0.0000
$LCF \neq RECE^+$	0.86021	-0.33858	0.7349
$LCF \neq RECE^-$	2.42638**	1.99651	0.0459
RECE ⁻ ≠ LCF	0.99036	-0.14398	0.8855

Table 6. Dumitrescu Hurlin panel causality tests. Significance levels of 5% and 1% are shown by **and *, respectively.

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gates LCF by 4.508% and 1.2103% in long and short periods, respectively. Meanwhile, an upsurge in IND contributes to a decrease in LCF. This result illustrated that a 1% shift in industrialisation decreased LCF by 0.5385% in the long run and 0.1935%% in the short period, respectively. Finally, HC contributes positively to LCF. This illustrates that a 1% upsurge in HC increase LCF by 1.5075% in the long term and 0.1714% in the short term. The effect of economic expansion is positive and significant in the long and short term. Specifically, a 1% in EG decreases LCF by 0.871% in the long-term and 0.669% in the short-term. Table 5 presented the Panel Nonlinear ARDL. Figure 2 presents the summary of findings from the linear and nonlinear ARDL.

Dumitrescu Hurlin panel results. To study the causal interconnection between the selected variables, we utilized the Dumitrescu Hurlin panel causality test. The findings of this test are displayed in Table 6, which shows that there is a bi-directional causal association between EG and LCF. In addition, the results showed that there is un-directional causality from electricity consumption, from non-renewable energy, industrialisation, and human capital to LCF. At the same time, the outcomes demonstrated that there is un-directional causality from LCF to RECE. These findings affirm the findings of ARDL and NARDL testing approaches. In this context, the findings reinforce the significant influence of economic growth, use of electricity from renewable and non-renewable sources, and human capital on the LCF of BRICS-T states.

Discussion of findings. The study finding shows that the growth trajectory of the BRICS-T nations is not sustainable as shown by the negative connection between ecological quality and economic growth. This position reinforced the EKC hypothesis where developing nations such as BRICS-T economies focused more on economic expansion while paying less attention to ecological sustainability. The findings are essential for assisting in creating and using green economic growth initiatives in the BRICS nations, where economic growth is steadily accelerating. For example, energy efficiency strategies have been advocated in BRICS nations, where energy usage is expected to rise over the next two decades in order to maintain and advance economic growth without generating excessive levels of ecological devastation^{2,35,36}. The studies of^{37,38}, and³⁹ reported similar findings by establishing the emissions-increasing effects of economic growth.

Furthermore, the process of industrialisation damages the environment by producing additional contaminants. This is because resources have been ruthlessly exploited to further industrialisation without considering ecological concerns. Moreover,⁴⁰ contends that variables, including industrialisation, can positively impact CO_2 emissions while income levels are rising. Likewise, given the increasing need for economic development and employment prospects, the negative externalities related to environmental deterioration in BRICS nations will continue to outweigh the positive externalities connected with industrialisation. For both emerging and developed nations worldwide, a scenario like this leads to increased energy usage, which has a knock-on effect of increasing emission levels at both the sectoral and individual level. Also, growing family incomes influence consumer demand to the point that expansion in the manufacturing industry fuels additional industrial expansion, which raises ecological deterioration. Moreover,³² recommended adopting more green energy options to lower expected emission levels in order to avoid such a situation. The pressing need for stricter industrial ecological rules to prevent increasing CO_2 emissions was also backed up by prior studies^{41,42,43}.

Moreover, a positive increase in electricity consumption from non-renewable energy increases ecological deterioration by decreasing load capacity factor. The reason is that the non-renewable energy sources are fossil fuel based and produce polluting elements while consumed. This finding is in line with¹⁸ and the results of⁴⁰. On the flip side, the electricity consumption from renewable energy decreases ecological deterioration by increasing load capacity factor. Also, renewable energy is secure and long-lasting enough to provide environmental benefits without slowing down the pace of progress. Renewable energy sources are also sufficient and environmentally benign, and they cause less ecological damage.

Moreover, a positive increase in electricity consumption from non-renewable energy increases ecological deterioration by decreasing the load capacity factor. The explanation is that non-renewable sources of energy

are based on fossil fuels and release pollutants when used. This discovery is consistent with the prior studies^{44,45}. On the other hand, by raising the load capacity factor, using electricity generated from renewable sources slows down ecological deterioration. Also, renewable energy is secure and long-lasting enough to provide environmental benefits without slowing down the pace of progress. This outcome is also validated by prior studies^{46,47}. In addition to being sufficient and environmentally benign, renewable energy sources emit less CO₂ emissions. Moreover, the renewable energy use of BRICS-T members only accounted for 16 percent of total energy use. Besides, the BRICS-T members consume around 40% of the total energy in the world and release approximately 40% of global carbon emissions. In this context, the highest electricity consumption from renewable energy in BRICS-T countries is seen in Brazil, which currently hosts one of the cleanest energy matrices of the industrialized world, with approximately 89% of all electricity supply in this country coming from renewable energy sources. In contrast, China and South Africa have the lowest rates of renewable energy use. In comparison, the highest carbon emitters in BRICS-T are seen in China and South Africa, which emits more greenhouse gas than the entire developed world combined, whereas Bazil has the lowest.

The human capital is positively associated with ecological quality in the BRICS countries. These findings are comparable to the studies of^{11,37,48–50}. Thanks to their enhanced human capital, the BRICS nations can effectively apply green technological approaches to change the economic architecture to renewable energy sources. Hence, one important aspect influencing ecological quality is human capital.

Conclusions and policy recommendations

Conclusion. This paper evaluates the impact of electricity consumption from non-renewable and renewable on ecological sustainability (proxied by load capacity factor) for BRICS-T nations from 1990 to 2018. The study used linear and nonlinear ARDL techniques to evaluate these associations. The paper used linear and nonlinear autoregressive distributed lag approaches to explore these associations. The results of the Westerlund co-integration show long-run co-integration between LCF and the independent variables. The outcomes from the nonlinear approach(NARDL) reported that a positive increase in electricity consumption from renewables promotes the LCF. In contrast, a negative move in electricity consumption from renewables mitigates the LCF. In comparison, the outcomes from the nonlinear approach demonstrated that an increase in electricity consumption from non-renewable has an adverse influence on LCF. These findings suggest that non-renewable electricity energy mitigates ecological sustainability in the BRICS-T nations while renewable electricity energy promotes ecological sustainability.

Policy recommendations. The study advocates the following policy actions based on our empirical results.

- Emerging economies such as the BRICS nations must invest in the crucial technological and infrastructure initiatives that promote sustainable industrialisation, boost economic development, lower carbon dioxide emissions, and improve regulatory frameworks. Proper management of the chemical and heavy industrial sectors is crucial, especially since they not only exacerbate environmental problems but also play a significant role in boosting the manufacturing capacity of emerging nations. Effective energy and ecological regulations can also boost increased levels of foreign investment, improved energy security via diversification, and increased technological innovation, all of which guarantee that more sustainable forms of economic progress are accomplished at a coherent level across the nations. In response, policymakers should concentrate on regulatory change in high-emissions sectors by funding projects or offering tax breaks to businesses that use greener technologies. Also, the governments of the BRICS countries should promote measures that enable a new low-carbon reform agenda to emerge in addition to increasing research and development investment in cleaner technologies.
- The BRICS nations ought to enact stronger energy-use regulations that cut emissions and gradually phase out investments in and dependence on fossil fuel energies. By burning fossil fuels, non-renewable energy reduces ecological quality. The usage of non-renewable energy should be minimized as much as feasible in order to decrease contamination. Using non-renewable energy less would safeguard the ecosystem and guarantee sustainable supplies. To formulate successful policy initiatives and improve ecological quality, sincere and daring efforts are required.
- Policies that aim to improve ecological quality must also focus on improving energy efficiency and restructuring the industrial base. Technological improvements, expenditures on energy-efficient machinery, and adjustments to the energy structure might achieve this. Specific incentives should be provided to help the BRICS nations improve their energy efficiency systems. As a result, it is important to raise taxes on the use of fossil fuels in order to lessen the hazard of ecological deterioration and to allay fears about climate change. Besides that, the BRICS nations should, wherever feasible, ratify and uphold the essential tenets of international agreements like the Paris Agreement.
- Improving contemporary technologies and more effective energy utilization will improve the BRICS nations' environmental conditions. BRICS nations' governments and other important stakeholders, including companies and local communities, are urged to prioritize non-renewable energy research while also putting in place the necessary frameworks for a policy that may increase both their efficiency and affordability. More work must be accomplished to enable the efficient transfer of skills, information, and valuable technologies that BRICS nations need to flourish in a globe that is becoming more ecologically conscious in light of establishing a worldwide 2050 zero-carbon target.
- Also, the mentioned BRICS nations must put eco-friendly policies into practice via strengthened human capital to deal with environmental deterioration. When combined with eco-friendly technologies, such tactics will provide the BRICS nations the push they need to change their economies to rely more on renewable

energy sources. Enhancing educational achievement would boost domestic output and societal well-being while also enhancing ecological integrity. So, while formulating policy for environmental quality, human capital must be taken into account.

Caveat of study and future path. The study has some drawbacks. Firstly, we assessed the linkage among the focused variables period from 1990–2018. However, the present paper's limitation is the unavailability of some data sets after 2018 for load capacity factor. Second, the present paper employed a nonlinear technique to evaluate the connection between the employed variables in the BRICS-T region. Future empirical works may focus on assessing the effect of human capital on the load capacity factor by using different approaches and other economies.

Data availability

The datasets used and/or analysed during the current study available from the corresponding author on reasonable request.

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Author contributions

A.S., T.S.A., E.B.A., B.K. and S.K. written the original draft of the manuscript. B.K. and S.K. edited the manuscript. All authors prepared the figues.

Competing interests

The authors declare no competing interests.

Additional information

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