

# 2022 CDP EUROPE WORKSHOP LEADING THE DECADE OF DELIVERY

Wednesday 27 April 2022 – 10:00 – 12:00 CEST

# EU ENVIRONMENTAL POLICY

# HOUSEKEEPING NOTES



- ▼ Submit your questions anytime in the Q&A section
- ▼ Slides will be shared with you after the event
- ▼ The event is being recorded

# SPEAKERS



**Cory Fletcher**

Senior Policy and Public Affairs  
Officer

*CDP Europe*






**Mona Freundt**

Senior Policy and Government  
Partnership Manager

*CDP Europe*

# Our work with governments – in a nutshell

Workstream	Objective	Partners and stakeholders (non-exhaustive)
<p>CDP government partnerships program</p>	<p>European governments supporting the CDP disclosure requests through a <b>public endorsement</b>. Collaboration with policymakers, regulators and governments at large to improve the quantity and quality of corporate, cities, states and regions disclosure and action.</p>	
<p>Policy engagement and capacity-building</p>	<p>Informing policymaking by providing <b>data, insight and expertise</b> to EU and member state policymakers.</p>	 <p>Expert Group/Multi-Stakeholder Platform on Protecting and Restoring the World's Forests &amp; Zero Pollution Stakeholder Platform</p>
	<p>Working with <b>networks and coalitions</b> by supporting them with CDP data, insight and expertise.</p>	
<p>Progress tracking against global and EU policy goals</p>	<p>Develop methodologies and provide data for <b>tracking progress of ,non-state actor' targets and actions</b> under EU and global fora.</p>	<p>UNFCCC, Convention on Biological Diversity, SDGs, G20, G7, Amsterdam Declaration, New York Forest Declaration</p>

# POLITICAL SUPPORT FOR CDP



## CDP Europe Awards 2022



[Full video here](#)

## CDP Europe Awards 2021



[Full video here](#)



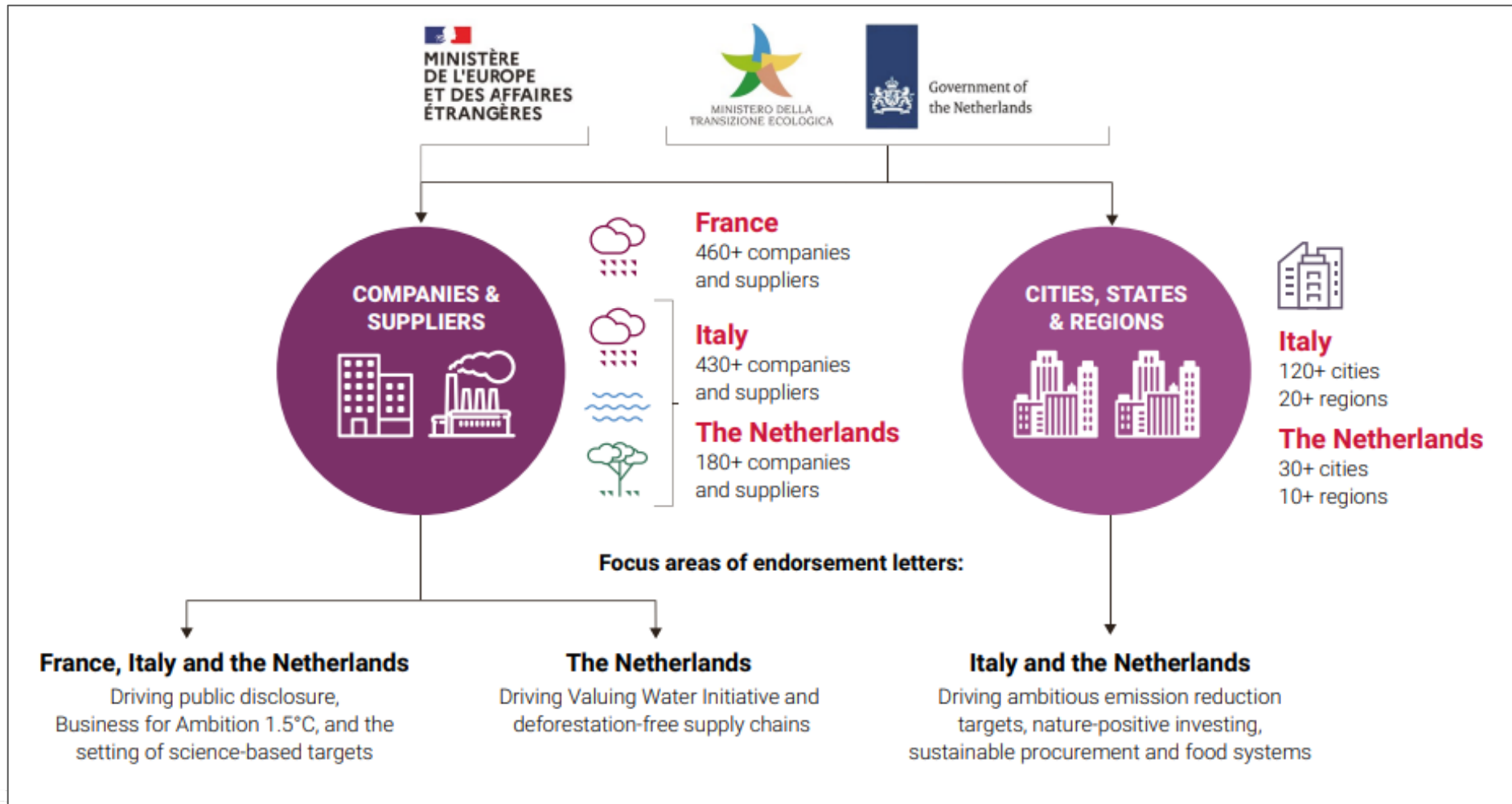
## CDP Europe Awards 2020



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# Government endorsements in Europe

## Support for CDP disclosure in 2021



## TESTIMONIAL ON THE IMPACT OF A GOVERNMENT ENDORSEMENT



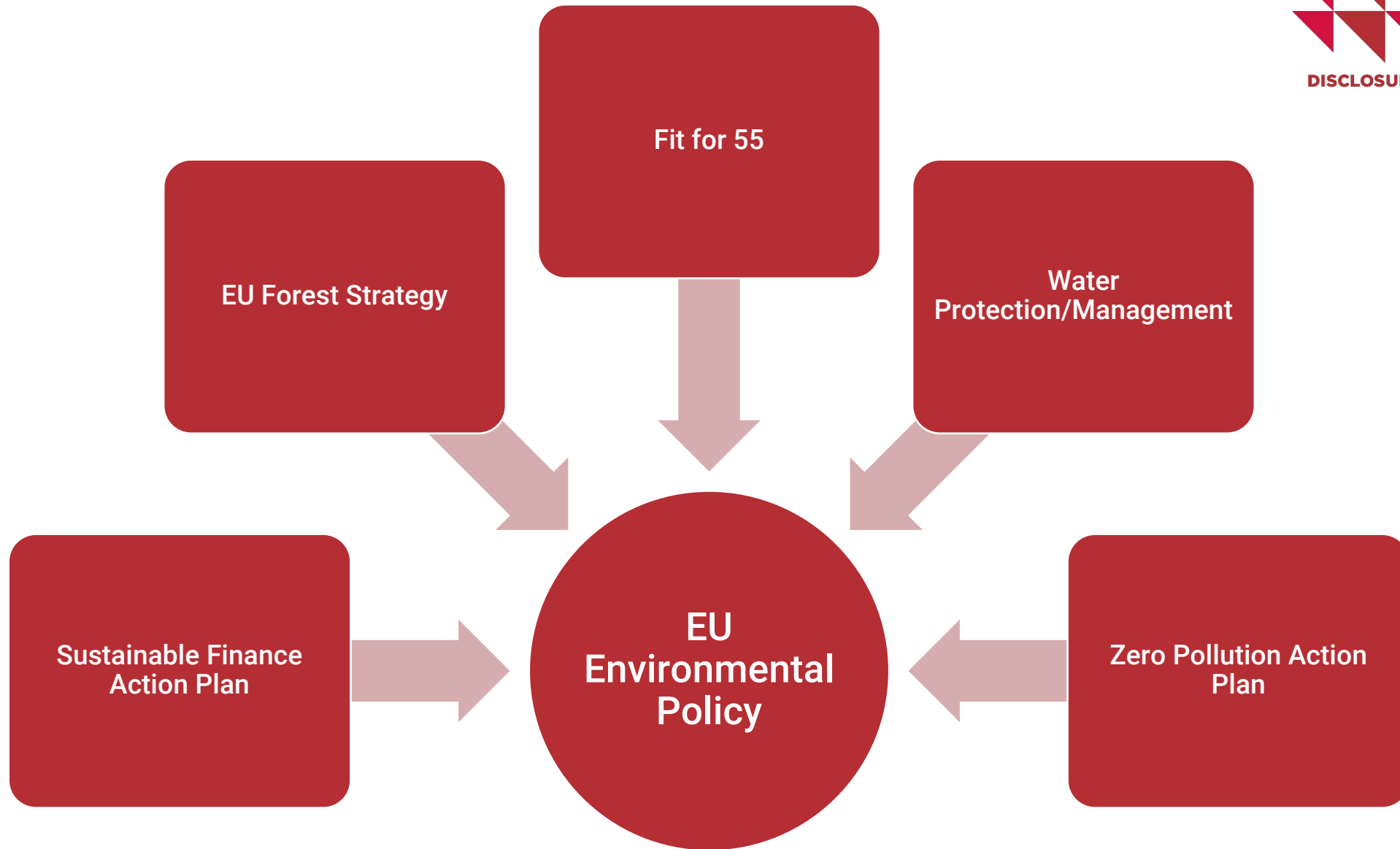
Combatting Climate Change and restricting the global temperature rise to 1.5°C cannot be the responsibility just of governments. Businesses and individual citizens must also play their parts. Businesses must set and govern strategy for their value chains, managing risks and opportunities in them, setting targets for them and monitoring their performance, while reporting openly on that performance.

The right reporting platform is important, and businesses look to governments, the European Union and the United Nations to set the standard. The Ministry of Europe and Foreign Affairs in France supports CDP Climate Change by encouraging businesses in France to disclose publicly important information about their response to climate change on it. This endorsement assists us not only by giving credibility to the way in which we communicate our response to Climate Change with the best performing businesses featured in the prestigious CDP 'A List', but also by giving weight to the importance of climate action by our value chain, clients and suppliers in support of a sustainable world for all.

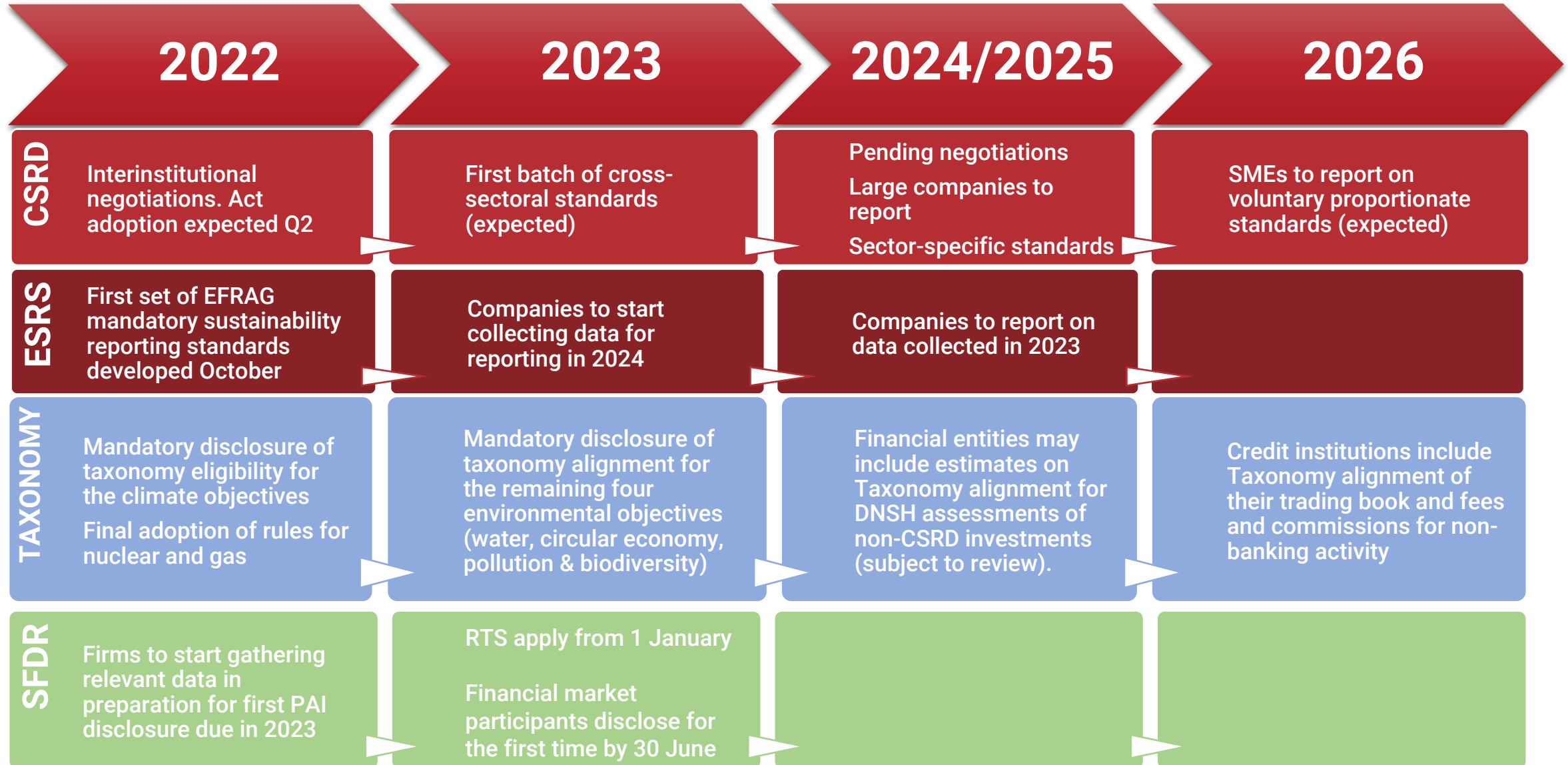


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# CSRD & ESRS, EU Taxonomy, SFDR





# Corporate Sustainability Reporting Directive (CSRD)








	Objective/purpose	Enable investors, civil society organisations, consumers, policy makers and other stakeholders to evaluate the non-financial performance of large companies and encourages these companies to develop a responsible approach to business.
	Scope of companies affected	EU & Global All large companies – 2 out of 3 criteria as follows: >250 Employees and/or; €40M Turnover and/or; €20M Total Assets.
	Criteria	<ul style="list-style-type: none"> <li>▶ Introducing mandatory reporting requirements for companies' compatibility with 1.5°C.</li> <li>▶ Reporting in line with the TCFD.</li> <li>▶ Covering all sustainability matters.</li> </ul>
	Disclosure and/or governance requirements	<ul style="list-style-type: none"> <li>▶ Double materiality: sustainability risks affecting the company and companies' impact on society and the environment.</li> <li>▶ Forward-looking qualitative and quantitative information including targets and progress.</li> <li>▶ Information relating to intangibles: social, human, and intellectual capital.</li> <li>▶ Reporting in line with SFDR and the EU Taxonomy.</li> </ul>
	Timeline	Under negotiation: Large companies (500 > employees) likely to report from 2024
	Link with other policies	EU Taxonomy, Sustainable Finance Disclosure Regulation, Sustainable Corporate Governance Due Diligence; (and TCFD aligned)



# European Sustainability Reporting Standards (ESRS)








	Objective / purpose	Specify what and how information should be reported
	Scope of companies affected	EU & Global All large companies – 2 out of 3 criteria as follows: >250 Employees and/or; €40M Turnover and/or; €20M Total Assets.
	Criteria	More detailed disclosure requirements under the CSRD and subject to EFRAG sustainability reporting pillar and due process on sustainability standard setting.
	Disclosure and/or governance requirements	On strategy, governance, impacts, risks, opportunities, targets and actions ('cross-cutting'): <u>ESRS 2 Strategy and business model</u> , <u>ESRS 3 Sustainability governance and organization</u> , <u>ESRS 4 Sustainability material impacts, risks and opportunities</u> , <u>ESRS 5 Definitions for policies, targets, action plans and resources</u> On environment topics ('topical or sector-agnostic'): <u>ESRS E1 Climate change</u> , <u>ESRS E2 Pollution</u> , <u>ESRS E3 Water &amp; marine resources</u> , <u>ESRS E4 Biodiversity &amp; ecosystems</u> , <u>ESRS E5 Circular economy</u>
	Timeline	Companies to start collecting data for reporting in 2024. <b>Public consultation on the exposure drafts will start end of April for 3-months response period.</b>
	Link with other policies	EU Taxonomy, Sustainable Finance Disclosure Regulation, Sustainable Corporate Governance Due Diligence; (and TCFD aligned).



# Corporate Sustainability Due Diligence








	Objective / purpose	To foster sustainable and responsible corporate behavior throughout global value chains.	
	Scope of companies affected	<p>EU &amp; Global</p> <p><b>Group 1:</b> Large Limited Liability Companies 500&gt;employees, +150€ million net turnover, worldwide</p> <p><b>Group 2:</b> Other Limited Liability Companies in high impact sector, 250&gt;employees, +40€ million net turnover</p> <p><b>Non-EU companies</b> fulfilling criteria of group 1 and 2 companies with equivalent EU-wide turnover</p>	
	Criteria	Identify, prevent, end or mitigate adverse impacts of their activities on the environment.	
	Disclosure and/or governance requirements	<p><b>Corporate Due Diligence</b></p> <ul style="list-style-type: none"> <li>▼ Integrating due diligence into policies.</li> <li>▼ Identifying actual or potential adverse impacts.</li> </ul> <p>+ Business strategy in line with 1.5°C &amp; the Paris Agreement.</p>	<p><b>Director's duties</b></p> <ul style="list-style-type: none"> <li>▼ Setting up and overseeing the implementation of due diligence processes.</li> <li>▼ Integrating due diligence into the corporate strategy.</li> </ul>
	Timeline	<p>Group 1: 2026</p> <p>Group 2: 2028</p>	
	Link with other policies	<p>CSRD, EU Taxonomy, Sustainable Finance Disclosure Regulation, Sustainable Corporate Governance Due Diligence.</p>	



# Regulation on Deforestation-Free Products



	Objective / purpose	<p>Minimize consumption of products coming from supply chains associated with deforestation or forest degradation.</p> <p>Increase EU demand for and trade in legal and 'deforestation free' commodities and products.</p>
	Scope of companies affected	<p>EU &amp; Global</p> <p>Operators and traders (companies, incl. SMEs) placing specific commodities on the EU market that are associated with deforestation and forest degradation.</p>
	Criteria	<p>Due diligence rules establish a 3-step, mandatory due diligence system, relying on a deforestation-free definition, combined with a benchmarking system.</p>
	Disclosure and/or governance requirements	<ul style="list-style-type: none"> <li>▶ Collect information about the products they have placed on the EU market from January 2021 onwards to confirm these are not linked to deforestation.</li> <li>▶ Exercise mandatory due diligence and analyze and evaluate the risks in their supply chain.</li> <li>▶ Take adequate and proportionate mitigation measures, such as using satellite monitoring tools, field audits, capacity building of suppliers or isotope testing to check the origin of a product.</li> </ul>
	Timeline	<p>Companies to collect information about products placed on the EU market from January 2021 onwards.</p>
	Link with other policies	<p>Builds on the existing frameworks of the EUTR (EU Timber Regulation) and FLEGT (Forest Law Enforcement, Governance and Trade), laying out renewed due diligence rules while complementing the EU's Sustainable Corporate Governance initiative.</p>

# THANK YOU!



## CONTACT



[www.cdp.net](http://www.cdp.net)



[mona.freundt@cdp.net](mailto:mona.freundt@cdp.net)  
[cory.fletcher@cdp.net](mailto:cory.fletcher@cdp.net)

## LEARN MORE

▼ **CDP Government Partnership:**  
[cdp.net/en/policy-and-public-affairs/government-partnerships](http://cdp.net/en/policy-and-public-affairs/government-partnerships)

▼ **CDP Policy briefings:**  
[cdp.net/en/policy-and-public-affairs/policy-briefings/](http://cdp.net/en/policy-and-public-affairs/policy-briefings/)

**JOIN THE NEXT EUROPE WEBINAR  
ON 3 MAY AT 10:00 CEST**

Changes to CDP 2022 questionnaires and scoring  
methodologies

**[REGISTER HERE](#)**