

Climate Disclosure Obligations In The EU, USA And Beyond

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Q&A Session

Slides & Webinar
Recording



Request a Demo

Webinar Platform Tips

Mission Statement

Ensure global companies have the tools & information to build safe, sustainable, products in a world full change

Trusted by the **World's Leading Brands**

SAMSUNG

Miele

 **MOTOROLA**

TOSHIBA



 **Abbott**

FUJITSU

BOSE

TESLA

PHILIPS

logitech

XEROX

Thermo
SCIENTIFIC

EPSON

GARMIN



90k+
Regulations

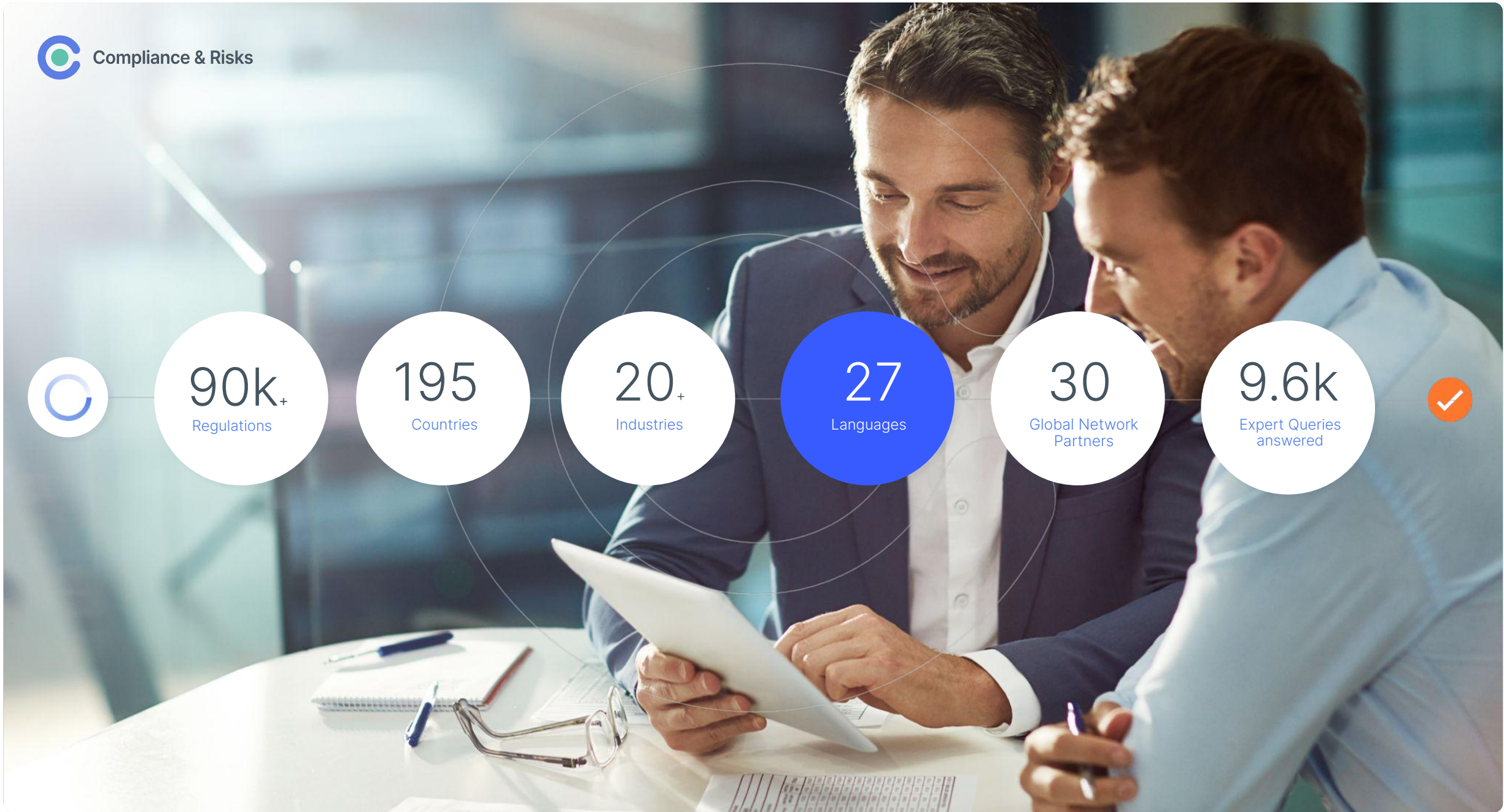
195
Countries

20+
Industries

27
Languages

30
Global Network
Partners

9.6k
Expert Queries
answered



WHAT WE DO

Unlocking Market Access

Keep on top of regulatory changes and their impact worldwide. Early warning alerts, impact probability, productivity workflow tools and so much more.



GROWTH IN REGULATIONS

Rapid Growth of Mandatory Obligations



Regulations by topic over time ⓘ

Cumulative

Trend

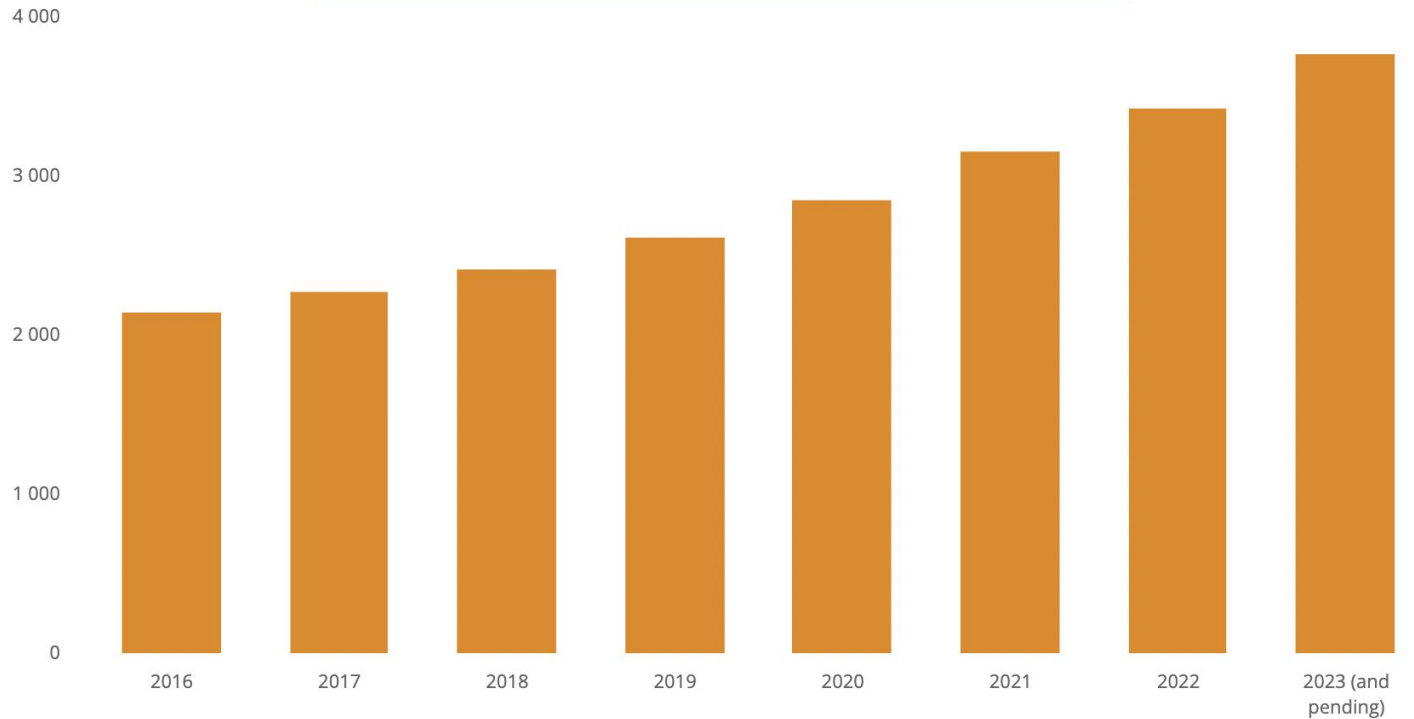


CSV

● Climate Change

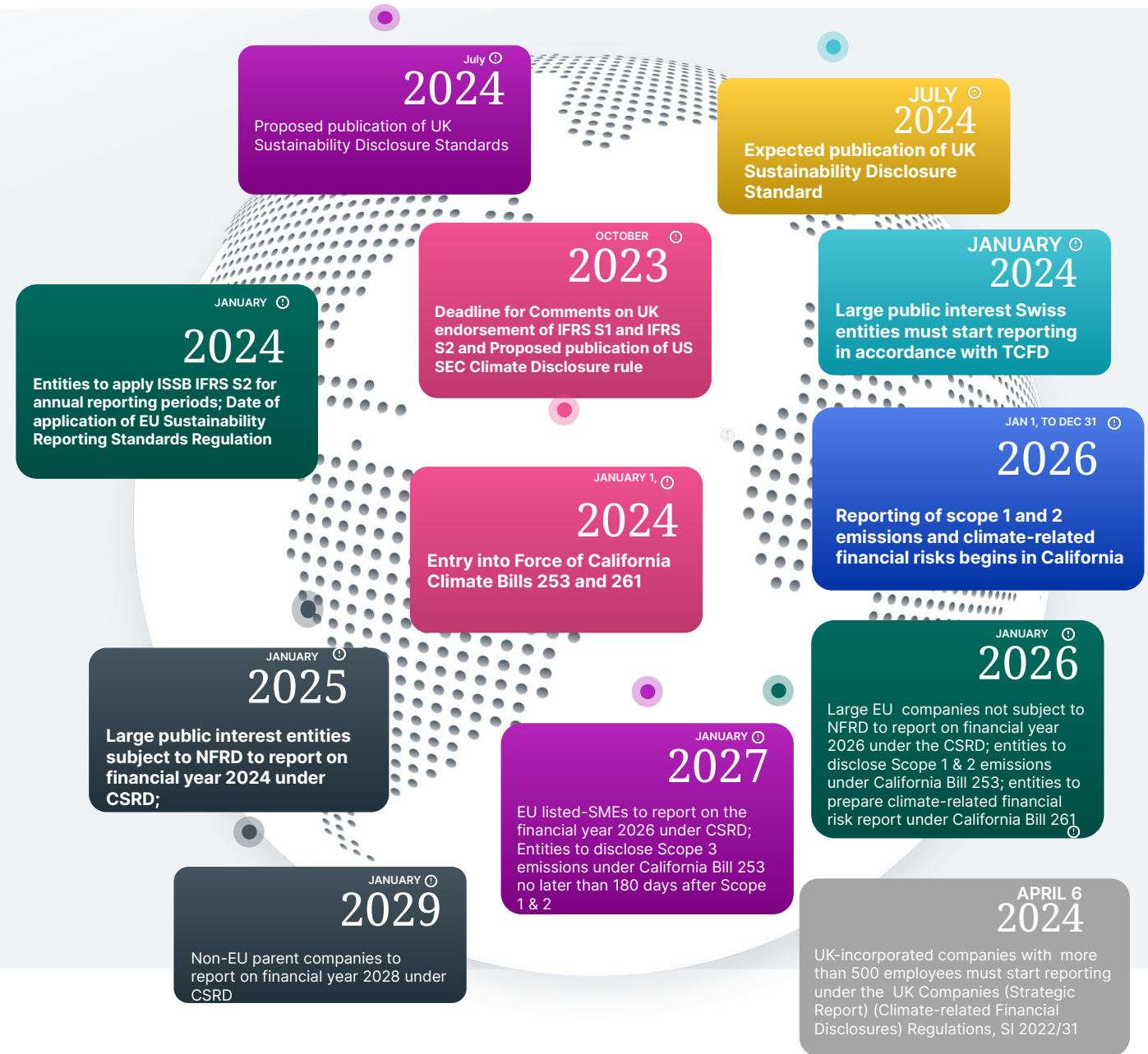
[Select more topics \(41\)](#)

Note: A regulation/standard may appear under multiple topics



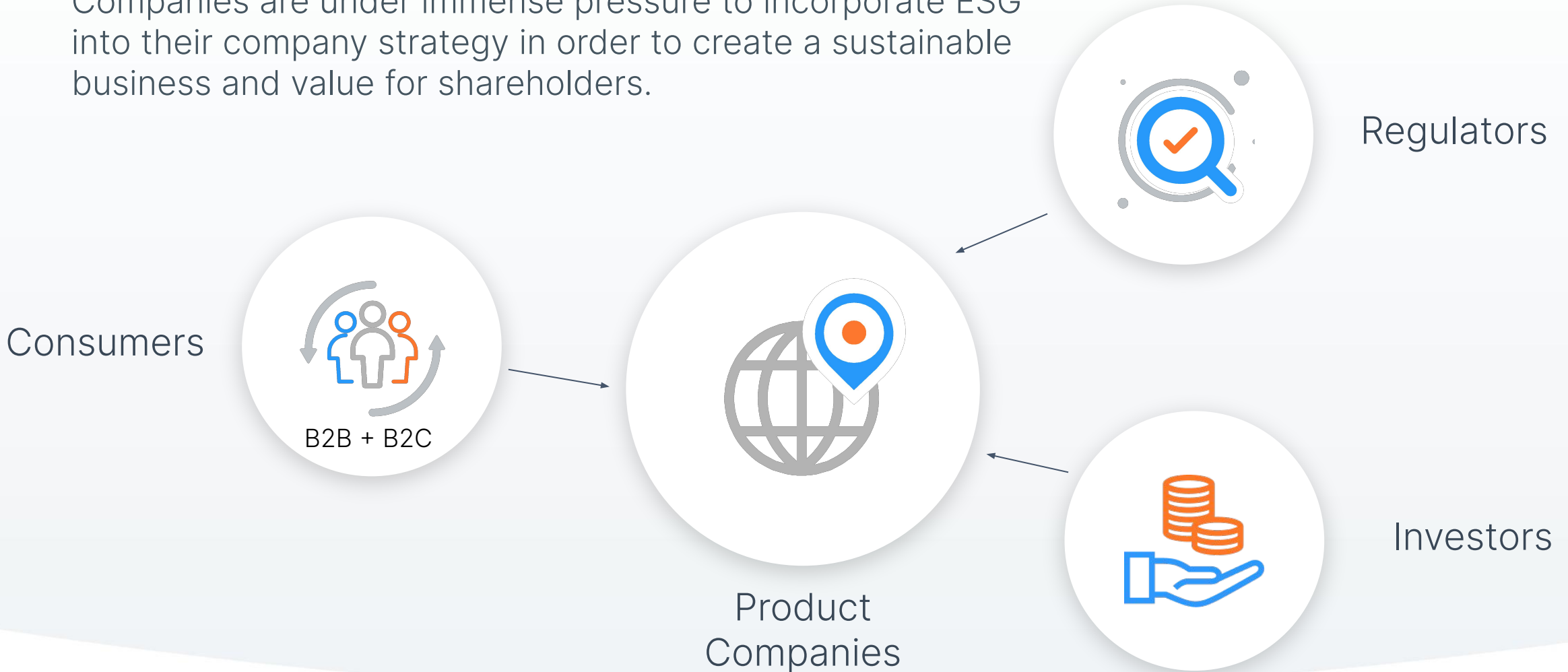
THE TIME TO ACT IS NOW

Deadlines are looming around the world...



Pressure is Building...

Companies are under immense pressure to incorporate ESG into their company strategy in order to create a sustainable business and value for shareholders.



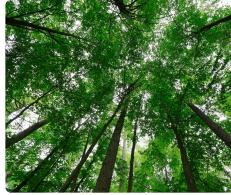
New ESG Content Launch

REGULATORY CONTENT

Unrivalled Global Coverage

- Daily monitoring of laws and regulations, proposed, enacted & amended, as well as standards, guidance documents and key deadlines covering requirements for companies to manage compliance for sustainability related activities across their business.
- Commentary from regional experts in the Americas, EMEA & Asia

ESG



ESG
Reporting

Environment



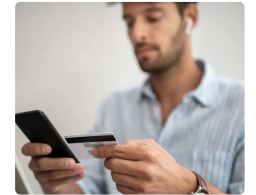
Climate
Disclosures

ESG



Supply Chain Due
Diligence

Governance



Anti Bribery &
Corruption

Social



Human Rights -
Affected
Communities

Social



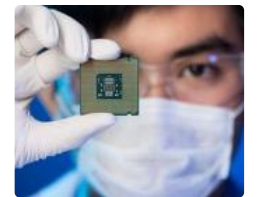
Labor &
Employment

Social



Human
Trafficking &
Slavery

Environment



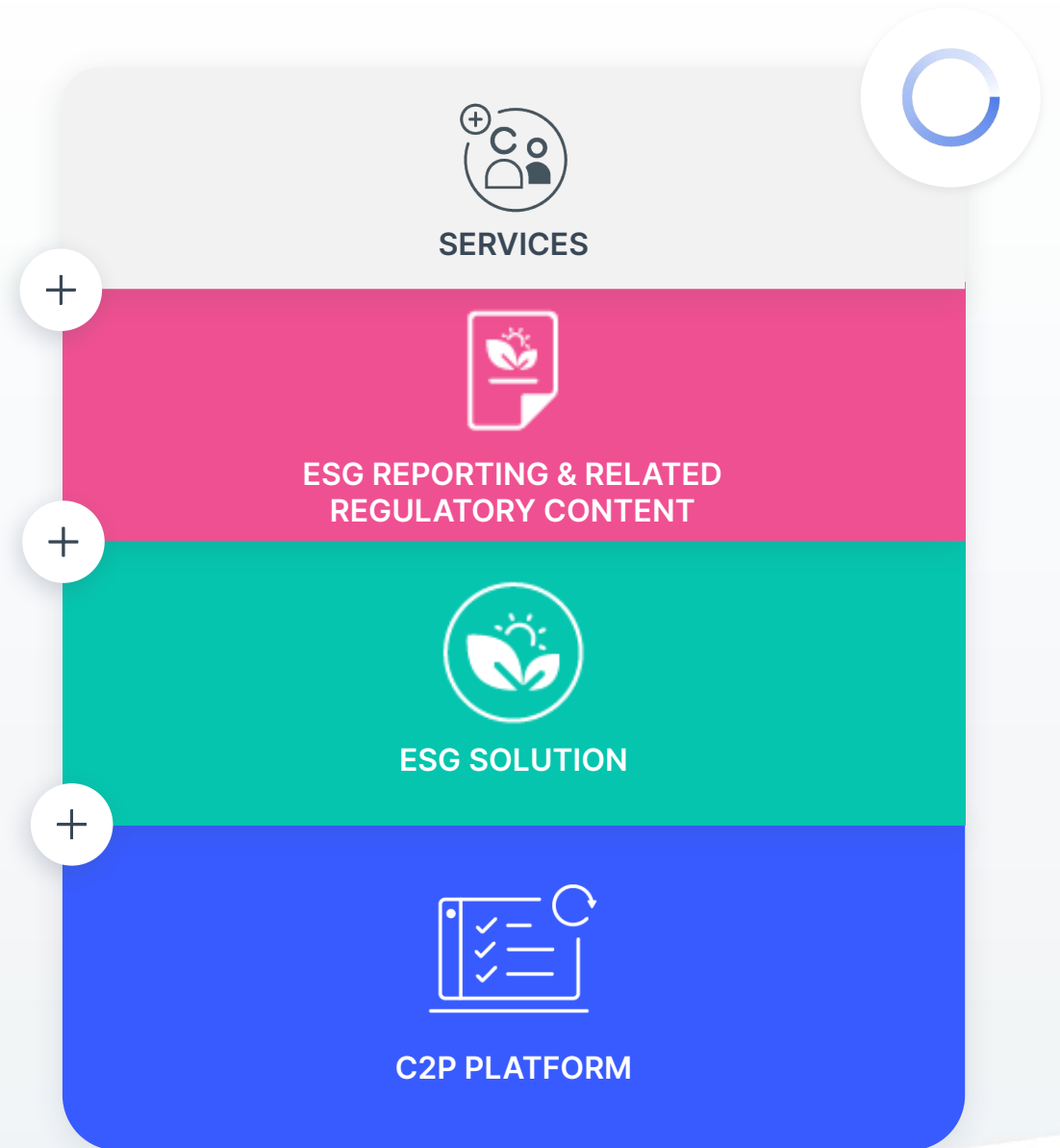
Sustainable
Resource Use

ESG SOLUTION

C2P

The Key to Managing your ESG Program

- Enterprise grade technology, cloud based platform
- Intelligent search and filtering capabilities
- Productivity tools to share and collaborate with stakeholders
- ESG Reporting & related Regulatory content available
- Global regulatory monitoring and alerting
- Regulatory heatmaps with what's hot & where
- AI powered probability analysis
- APIs for integration with existing systems



Key Regulatory developments - European Union (EU)

Corporate Sustainability Reporting Directive

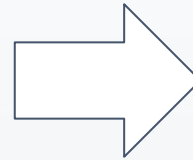


Who is impacted?

- Large public interest entities (> 500 empl.) - 2025 reporting on 2024FY
- Large EU companies (> 250 empl., turnover > EUR **50M**; BS > **25M**) - 2026 reporting on 2025FY
- Listed SMEs (except micro-undertakings) turnover >EUR **900 000**; BS > **450 000**) - 2027 reporting on 2026FY
- Non-EU companies (turnover >EUR 150M in the EU + EU subsidiary or a branch > 40M) - 2029 reporting on 2028FY

What must be reported?(ESRS)

E	ESRS E1 Climate Change ESRS E2 Pollution ESRS E3 Water and marine resources ESRS E4 Biodiversity and ecosystems ESRS E5 Resource use and circular economy
S	ESRS S1 Own workforce ESRS S2 Workers in the value chain ESRS S3 Affected communities ESRS S4 Consumers and end-users
G	ESRS G1 Business conduct



Climate Disclosures

Data/information that helps understand how a company affects climate change and how climate-related risks and opportunities in turn affect a company's performance and financial position.

Resilience of business model and strategy to climate risks
Climate Transition Plan
Time-bounded GHG reduction targets for 2030 and 2050
Climate change mitigation
Scope 1, 2 and 3 GHG emissions

Adoption of sector specific standards delayed by 2 years (Draft Decision, October 2023) - initial adoption date was 30 June 2024

ESRS E1 Climate Change



Governance

Strategy

- **ESRS E1-1** Climate Transition Plan

Impact, risk and opportunity management

- **ESRS E1-2** Policies related to climate change mitigation/adaptation
- **ESRS E1-3** Actions and resources allocated to change policies

Metrics and targets

- **ESRS E1-4** Targets compatible with limiting GW to 1.5
- **ESRS E1-5** Gross Scopes 1, 2, 3 and Total GHG emissions
- **ESRS E1-7** GHG removals and GHG mitigation projects financed through carbon credits
- **ESRS E1-8** Internal carbon pricing
- **ESRS E1-9** Anticipated financial effects from material physical and transition risks and potential climate-related opportunities

Key Regulatory developments - United Kingdom & Switzerland

United Kingdom

- **UK Companies (Strategic Report) (Climate-related Financial Disclosure) Regulations, SI 2022/31**
- **Financial year beginning April 06, annually:** traded company, banks, insurance companies > 500 employees
- **UK Limited Liability Partnerships (Climate-related Financial Disclosure) Regulations, SI 2022**
- **Financial year starting Apr 06, annually:** LLPs to include climate-related financial disclosures in their strategic report or energy and carbon reports
- **UK Endorsement of IFRS S2 on Climate Disclosures, Consultation Document, July 2023**
 - **Oct 11, 2023** Deadline for comments
 - **July 2024** Proposed publication of UK Sustainability Disclosure Standard
 - **16 Oct. 2023:** Withdrawal of Draft Companies (Strategic Report and Directors' Report) (Amendment) Regulations 2023

Switzerland

- **Mandatory Climate Reporting Obligations for Certain Companies, Ordinance, November 2022**
- **Announced Plan to expand scope of mandatory disclosures to all companies with 250 employees or more**

Key Regulatory developments - USA & Canada

SEC Proposal (March 2022)

- **Date of finalization:** uncertain
- **Who's affected:** Domestic and Foreign Registrants
- **Core elements:**
 - Reporting on Climate-related risks and relevant risk management processes
 - Disclosure of scope 1, 2 and (limited) scope 3 emission
- **Begin of reporting:** Phased-in, starting with large accelerated filers for fiscal year 2023
- **Main point of discussion:** Scope 3 emission reporting



California Bills SB 253 and SB 261

1. Hot off the press: California Bills on Climate Disclosure
 - **SB 253:** Disclosure of scope 1, 2 and 3 GHG emissions in accordance with GHG Protocol
 - **SB 261:** Report on Climate-related financial risks (based on TFCF recommendations or their successor)
 - **Concerns:** Large companies (revenue > 1 billion/ 500 million) doing business in California
 - **Next steps:** Reporting under both Bills starts in **2026**; amendments expected
2. New York State: Climate Corporate Accountability (AB 4123A)

Canada: Disclosure of Climate-related Matters

- Proposed in **October 2021** by Canadian Securities Administrator
- Concerns: **Reporting issuers** (few exceptions, i.e. investment funds, designated foreign issuers etc.)
- Requires: Disclosure of (limited) information in compliance with the **TCFD recommendations**
- **Status**: Under review for potential alignment with ISSB Standards



Key Regulatory developments - APAC & International Standards

Key Regulatory Developments - APAC



Australia: Draft Sustainability Reporting Standards ASRS 1, 2 & 101, October 2023

New Zealand: Financial Sector (Climate - related Disclosures & other Matters) Amendment Act 2021. Climate -related Disclosures Standards CS1, CS2 and CS3

Japan: Disclosure of Sustainability Initiatives and Corporate Governance Order No 11, 2023

China: Measures for Disclosure of Environmental Information, Order No. 24, 2021

Singapore: Consultation on Extending Mandatory Climate Reporting Obligations to Large Non-Listed Companies, July 2023

Hong Kong: Consultation on Enhancement of Climate-related Disclosures under ESG Framework, April 2023

South Korea: Consultation on Korean translation of IFRS S1 and S2, September 2023

Malaysia: Securities Commission Announcement re adoption of ISSB standards, September 2023

Key Regulatory developments - Standards

TCFD:

Climate Related Financial Disclosure recommendations 2017

IFRS:

- General Sustainability - related Disclosure Standard IFRS S1
- Climate-related Disclosure Standard IFRS S2

IFRS to take over responsibility for the TCFD



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Q&A

Thank you!



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