Operators should *determine whether the* commodities and products in their entire value chains comply with the sustainability and human rights criteria of the proposal, by accessing and evaluating information on the precise land area(s) from where these goods originate. In addition to the environmental criteria, access to information must allow the operator to conclude that those using the land to produce FERCs are entitled to do so and have obtained Free, Prior and Informed Consent (FPIC) from those holding rights on those land areas and that they are not violating, or have violated, any human rights referred to in this proposal.

Operators should *establish measures and procedures that provide access to the relevant information concerning the operator's supply of* commodities under scope.
Where an operator sets up new operations or engages new business partners, it should identify the actors involved in the new supply and investment chains, and assess their policies and practices, as well as their harvesting, production, extraction and processing sites. For existing operations, ongoing adverse impacts and harms as well as potential risks should be identified and assessed. Risk analysis should be done with regard to the risks occurring from the operator’s activities to, or impact on, natural forests and natural ecosystems, indigenous peoples, local communities and individuals affected, rather than material risk to corporate shareholders. When operators have large numbers of suppliers, they should identify general areas where the risk of adverse impacts is most significant and, based on this risk assessment, prioritise suppliers for due diligence.

Amendment 51
Hildegard Bentele
on behalf of the PPE Group

Report
Delara Burkhardt
Deforestation
2020/2006(INL)

Motion for a resolution
Annex I – paragraph 23 – subparagraph 4

Motion for a resolution

Where an operator sets up new operations or engages new business partners, it should establish risk assessment procedures enabling the operator to analyse and evaluate the risk for forests and their ecosystems.

Or. en
When operators have large numbers of suppliers, they should identify general areas where the risk of adverse impacts is most significant and, based on the risk assessment, prioritise suppliers for due diligence.
Except where the risk identified in the course of the risk identification and assessment procedures referred to in point (b) is negligible, and therefore the operator has no residual reason to be concerned that the commodities and products may not meet the criteria set out in this framework, the operators should adopt risk mitigation procedures. Those procedures should consist of a set of adequate and proportional measures that effectively and demonstrably reduce to a negligible level all identified risks, e.g., amending contracts with suppliers, providing support to suppliers to change their practices, changing its purchasing and investment practices, for the purpose and in view of the lawful placing of the covered commodities and products on the internal market.

Operators should establish risk mitigation procedures which should consist of a set of measures and procedures that are adequate and proportionate to effectively minimise that risk and which may include requiring additional information or documents and/or requiring third-party verification.
15.10.2020

Amendment 54
Hildegard Bentele
on behalf of the EPP Group

Report
Delara Burkhardt
Deforestation
2020/2006(INL)

Motion for a resolution
Annex I – paragraph 23 – point e

Motion for a resolution  Amendment

(e) Monitoring and continuously improving the effectiveness of their due diligence system and its implementation

(c) Annual corporate reporting on supply chain due diligence

Or. en
15.10.2020 A9-0179/55

Amendment 55
Hildegard Bentele
on behalf of the EPP Group

Report
Delara Burkhardt
Deforestation
2020/2006(INL)

Motion for a resolution
Annex I – paragraph 23 – subparagraph 7

Motion for a resolution

Operators should **periodically** check to see if their due diligence system is fit for preventing harm and ensure the compliance of commodities and products with the framework and if not, adjust it or develop other actions. The evaluation of the due diligence system should be based on qualitative and quantitative indicators, internal and external feedback and clear accountability processes.

Amendment

Operators should **annually** check to see if their due diligence system is fit for preventing harm and ensure the compliance of commodities and products with the framework and if not, adjust it or develop other actions. The evaluation of the due diligence system should be based on qualitative and quantitative indicators, internal **board level feedback** and external feedback, and clear accountability processes.

Or. en