AMENDMENT

238 - 523

Draft opinion
Jessica Polfjärd
(PE700.636v01-00)


Proposal for a directive
Amendment 238
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – introductory part

Text proposed by the Commission

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings regardless of their legal form:

Amendment

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings regardless of their legal form provided they are either:

i) large undertakings; or

ii) as of January 2028, small and medium-sized undertakings which are undertakings referred to in Article 2(1), point (a) of this Directive:

Or. en

Amendment 239
Othmar Karas

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – introductory part

Text proposed by the Commission

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions

Amendment

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions
of the Member States relating to the following undertakings, *provided that they meet the criteria laid down in Article 19a (1)*, regardless of their legal form.

**Amendment 240**

Manon Aubry

Proposal for a directive

Article 1 – paragraph 1 – point 1

Directive 2013/34/EU

Article 1 – paragraph 3 - introductory part

*Text proposed by the Commission*

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings regardless of their legal form:

*Amendment*

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings and the undertakings defined in Article 19a(1) regardless of their legal form:

**Amendment 241**

Engin Eroglu

Proposal for a directive

Article 1 – paragraph 1 – point 1

Directive 2013/34/EU

Article 1 – paragraph 3 – introductory part

*Text proposed by the Commission*

(3) The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and

*Amendment*

(3) The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and
3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings regardless of their legal form:

provided they have over 500 employees:

Amendment 242
Esther de Lange

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – introductory part

Text proposed by the Commission

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings regardless of their legal form:

Amendment

3. The coordination measures prescribed by Articles 19a, 19d, 29a, 30 and 33, Article 34(1), second subparagraph, point (aa), paragraphs 2 and 3 of Article 34, and Article 51 of this Directive shall also apply to the laws, regulations and administrative provisions of the Member States relating to the following undertakings, regardless of their legal form:

Or. en

Amendment 243
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – point a

Text proposed by the Commission

(a) insurance undertakings within the meaning of Article 2(1) of Council

Amendment

deleted

(a) insurance undertakings within the meaning of Article 2(1) of Council
Directive 91/674/EEC*;

Amendment 244
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – point b

Text proposed by the Commission Amendment

(b) credit institutions as defined in deleted
Article 4(1), point (1), of Regulation (EU)
No 575/2013 of the European Parliament
and of the Council*2.

Amendment 245
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – subparagraph 2

Text proposed by the Commission Amendment

Member States may choose not to apply deleted
the coordination measures referred to in
the first subparagraph to the undertakings
listed in Article 2(5), points (2) to (23), of
Directive 2013/36/EU of the European

Amendment 246
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 1
Member States may choose not to apply the coordination measures referred to in the first subparagraph to the undertakings listed in Article 2(5), points (2) to (23), of Directive 2013/36/EU of the European Parliament and of the Council\(^3\).

And small and non-complex institutions as defined in Article 4 (1) point (145) of Regulation (EU) No 575/2013.

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – subparagraph 2

Member States may choose not to apply the coordination measures referred to in the first subparagraph to the undertakings listed in Article 2(5), points (2) to (23), of Directive 2013/36/EU of the European Parliament and of the Council\(^3\).

Proposal for a directive
Article 1 – paragraph 1 – point 1
Directive 2013/34/EU
Article 1 – paragraph 3 – subparagraph 2

Member States may choose not to apply the coordination measures referred to in the first subparagraph to the undertakings listed in Article 2(5), points (2) to (23), of Directive 2013/36/EU of the European Parliament and of the Council\(^3\) and small and non-complex institutions as defined in Article 4 (1) point (145) of Regulation (EU) No 575/2013.
Member States may choose not to apply the coordination measures referred to in the first subparagraph to the undertakings listed in Article 2(5), points (2) to (23), of Directive 2013/36/EU of the European Parliament and of the Council*3.

Member States may choose, under a justified reason, not to apply the coordination measures referred to in the first subparagraph to the undertakings listed in Article 2(5), points (2) to (23), of Directive 2013/36/EU of the European Parliament and of the Council*3.

Amendment 249

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 17


(17) ‘sustainability matters’ means sustainability factors as defined in Article 2, point (24) of Regulation (EU) 2019/2088 of the European Parliament and of the Council*4, and governance factors; where the environmental matters shall be based on, and take account of underlying indicators and methodologies set out in Regulation (EU) 2020/852 and the delegated acts adopted pursuant to it;

Amendment 250
Michiel Hoogeveen

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directives 2013/34/EU
Article 2 – point 19

Text proposed by the Commission

(19) 'intangibles’ means non-physical resources that contribute to the undertaking’s value creation;

Amendment

deleted

Or. en

Amendment 251
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 19

Text proposed by the Commission

(19) 'intangibles’ means non-physical resources that contribute to the undertaking’s value creation;

Amendment

deleted

Or. en

Amendment 252
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 19

Text proposed by the Commission

(19) 'intangibles’ means non-physical resources that contribute to the undertaking’s value creation;

Amendment

deleted

Or. en
Amendment 253
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Alfred Sant, Pedro Marques, Victor Negrescu, Evelyn Regner, Marc Angel, Margarida Marques

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 a (new)

Text proposed by the Commission

Amendment
(20a) ‘high-risk sectors’ are those business sectors in which there is a high risk of adverse impacts on the environment, good governance, social and human rights, due to factors including their size, business and value chain characteristics;

Or. en

Amendment 254
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 a (new)

Text proposed by the Commission

Amendment
(20a) ‘high-risk economic activities’ are economic activities likely to have serious negative impacts on sustainability matters or are exposed to sustainability risks and included in the list referred to in Paragraph 7a of Article 19a;

Or. en

Amendment 255
Manon Aubry
Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 a (new)

Text proposed by the Commission

Amendment

(20a) ‘high-risk sector’ means a sector that is particularly exposed to sustainability risks or is associated with a high likelihood of actual or potential severe impacts on sustainability matters;

Or. en

Amendment 256
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 a (new)

Text proposed by the Commission

Amendment

(20a) ‘high-risk economic activity sector’ means economic activities likely to have serious negative impacts on sustainability matters;

Or. en

Amendment 257
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 b (new)

Text proposed by the Commission

Amendment

(20b) ‘science-based target’ is a target defined on the basis of conclusive
scientific environmental evidence and within dependent scientific validation, that when achieved by the undertaking ensures that the undertaking’s impacts, as specified in Article 19a, will be aligned with the sustainability goals and criteria of the European Union for the specific environmental issue. In the specific case of climate change mitigation, this means a target enabling alignment of the undertaking’s impacts on climate change with a 1.5°C climate scenario with no or limited overshoot as defined by the IPCC;

Amendment 258
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 b (new)

Text proposed by the Commission

(20b) ‘high-risk areas’ means a geographical area that is particularly exposed to sustainability risks or is associated with a high likelihood of actual or potential severe impacts on sustainability matters;

Or. en

Amendment 259
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 c (new)
(20c) ‘supply chain’ means all activities, operations, business relationships and investment chains of an undertaking including entities with which the undertaking has a direct or indirect business relationship, upstream and downstream, and which either supply products, parts of products or services that contribute to the undertaking’s own products or services, or receive products or services from the undertaking.

Or. en

Amendment 260
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 2
Directive 2013/34/EU
Article 2 – point 20 c (new)

(20c) ‘targets’ means measurable, specific, time-bound and, when applicable, science-based indicators;

Or. en

Amendment 261
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 2 a (new)
Directive 2013/34/EU
Article 18a (new)

(2a) The following Article is inserted:
Article 18a
Additional disclosures for undertakings required to report on payments to governments

1. Undertakings subject to an obligation to prepare and make public a report on payments made to governments pursuant to Article 42, shall disclose at project level as defined in Article 41 (4), all documents, data and other information, required to understand their sustainability reporting under article 19a. Documents shall include, as a minimum:

(a) All contracts, licenses, leases and concessions including annexes and amendments, which provide the terms attached to the exploitation of oil gas and mineral resources;

(b) Any agreements, or sets of agreements involving the provision of goods and services (including loans, grants and infrastructure works), in full or partial exchange for oil, gas or mining exploration or production concessions or physical delivery of such commodities;

(c) Any environmental and/or social impact assessments including the cumulative costs of inaction.

Or. en

Amendment 262
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point

Amendment

1. The following entities shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and
(a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

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**Amendment 263**

**Aurore Lalucq**

**Proposal for a directive**

**Article 1 – paragraph 1 – point 3**

Directive 2013/34/EU

Article 19a – paragraph 1

**Text proposed by the Commission**

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand how sustainability matters affect the undertaking’s development, performance and position:

- (a) large undertakings, including undertakings organised as foundations or trusts or franchises;
- (b) large undertakings and undertakings referred to in Article 3(7) which are governed by the law of a third country and are not established in the territory of the Union when they operate in the internal market selling goods or providing services under the arrangements;
- (c) small and medium-sized undertakings whose transferable securities are admitted to trading on a trading venue of any Member State within the meaning of point (24) of Article 4(1) of Directive 2014/65/EU;
- (d) small and medium size undertakings carrying out high-risk economic activities as referred to in Article 2(20a).

**Amendment**

1. Large undertakings and undertakings referred to in Article 3(7) which are governed by the law of a third country and are not established in the territory of the Union when they operate
information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position. in the internal market selling goods or providing services under the arrangements, and, as of 1 January 2026, small and medium-sized undertakings whose transferable securities are admitted to trading on a trading venue of any Member State within the meaning of point (24) of Article 4(1) of Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments and amending Directive 2002/92/EC and Directive 2011/61/EU, and medium-sized undertakings referred to in Article 3(3) which operate in one or more of the high-risk economic activities referred to in Article 19a(8), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Or. en

Amendment 264
Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment

1. Large undertakings and undertakings referred to in Article 3(7) which are governed by the law of a third country and are not established in the territory of the Union when they operate in the internal market selling goods or providing services under the arrangements set out in Article 19b(1), and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point
performance and position. (1), point (a), and small and medium-sized undertakings referred to in Article 3(3) which operate in one or more of the high-risk economic activities referred to in Article 19a(8) shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment 265
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment

1. Large undertakings and undertakings referred to in Article 3(7) which are governed by the law of a third country and are not established in the territory of the Union when they operate in the internal market selling goods or providing services under the arrangements set out in Article 19b(1), and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), and medium-sized undertakings referred to in Article 3(3) which operate in one or more of the high-risk economic activities referred to in Article 19a(8), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.
Amendment 266
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment

1. Large undertakings, public interest entities, small and medium-sized undertakings operating in high-risk sectors or high-risk areas listed in annex, and undertakings meeting those criteria that operate in the single market without being established in the European Union shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment 267
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Evelyn Regner, Marc Angel, Margarida Marques

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability

Amendment

1. All undertakings including small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point(a), undertakings registered as foundations, partnerships or similar structure fulfilling the criteria for undertakings and undertakings with their
matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

seat in a non-EU country having significant business in the EU, shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, supply and value chain performance and position.

Or. en

Amendment 268
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment

1. Large undertakings with on average more than 500 employees during the financial year that are listed on a regulated market within the EEA shall include in the management report or in a separate sustainability report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Or. en

Amendment 269
Engin Eroglu

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

Text proposed by the Commission

(1) Large undertakings and, as of 1

Amendment

(1) Large undertakings shall include in
January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

(1) Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

(1) Large undertakings and, subsequently, without this causing an administrative burden, from 1 January 2028, depending on the results of the evaluation, to be extended gradually to other categories of undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment 271
Linea Søgaard-Lidell
Proposal for a directive
Article 1 – paragraph 1 – point 3

PE703.265v01-00 20/148 AM\1247090EN.docx
1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position, consistent with the size and complexity of the business.

Or. en

Amendment 272
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the full audited management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Or. en
Amendment 273
Esther de Lange

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s development, performance and position.

Amendment

1. Large undertakings and, as of 1 January 2026, small and medium-sized undertakings which are undertakings referred to in Article 2, point (1), point (a), shall include in the management report information necessary to understand the undertaking’s impacts on sustainability matters, and information necessary to understand how sustainability matters affect the undertaking’s performance, development and position.

Or. en

Amendment 274
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Evelyn Regner, Joachim Schuster, Marc Angel, Margarida Marques

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1 a (new)

1a. Irrespective of their size and legal status, undertakings in high-risk sectors as defined by the European Commission every second year via a delegated act, shall include in their management report measures taken to mitigate any identified risks and evaluate the effectiveness of these actions.

Amendment

1a. Irrespective of their size and legal status, undertakings in high-risk sectors as defined by the European Commission every second year via a delegated act, shall include in their management report measures taken to mitigate any identified risks and evaluate the effectiveness of these actions.

Or. en
Amendment 275
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 1 b (new)

Text proposed by the Commission

1b. In accordance with applicable EU and national legislation and practice, the appropriate workers' representative bodies shall be consulted, at the beginning of the reporting period and 30 days prior to the submission of the report to the auditor, on the design of the reporting system, the indicators included, the methodology put in place to gather and verify sustainability information, and on the potential or actual sustainability impacts identified. A report on this consultation should be presented to the administrative, management and supervisory bodies or the audit committee of the supervisory board.

Where the workers or their representatives provide a written opinion, it shall be appended to the sustainability report.

Workers' representatives shall be provided with the resources necessary to enable them to exercise the rights foreseen in this paragraph.

Amendment

Or. en

Amendment 276
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – introductory part
2. The information referred to in paragraph 1 shall contain in particular:

Amendment

2. The information referred to in paragraph 1 shall contain:

Or. en

Amendment 277
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a

Text proposed by the Commission

(a) a brief description of the undertaking's business model and strategy, including:

Amendment

(a) a brief description of the undertaking's short, medium and long-term business model and strategy, including:

Or. en

Amendment 278
Linea Søgaard-Lidell

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a

Text proposed by the Commission

(a) a brief description of the undertaking's business model and strategy, including:

Amendment

(a) a brief description of the undertaking's business model and strategy, including where relevant:

Or. en
Amendment 279  
Othmar Karas  

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point a – point i  

Text proposed by the Commission  
(i) the resilience of the undertaking's business model and strategy to risks related to sustainability matters;  

Amendment  
(i) the resilience of the undertaking's business model and strategy to risks related to sustainability matters and climate change in particular;  

Or. en

Amendment 280  
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher  

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point a – point ii  

Text proposed by the Commission  
(ii) the opportunities for the undertaking related to sustainability matters;  

Amendment  
(ii) the opportunities and risks for the undertaking related to sustainability matters;  

Or. en

Amendment 281  
Manon Aubry  

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a  

Text proposed by the Commission  
(ii) the opportunities for the undertaking related to sustainability matters;  

Amendment  
(ii) the opportunities and risks for the undertaking related to sustainability matters;
matters; matters;  

**Amendment 282**  
**Othmar Karas**  

**Proposal for a directive**  
**Article 1 – paragraph 1 – point 3**  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point a – point ii  

*Text proposed by the Commission*  
(ii) the opportunities for the undertaking related to sustainability matters;  

*Amendment*  
(ii) the opportunities for the undertaking related to sustainability matters *and the transition to a carbon neutral economy*;  

**Or. en**  

**Amendment 283**  
**Manon Aubry**  

**Proposal for a directive**  
**Article 1 – paragraph 1 – point 3**  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point a – point ii a (new)  

*Text proposed by the Commission*  
(iia) the assessment by the undertaking of its impacts on sustainability matters;  

*Amendment*  

**Or. en**  

**Amendment 284**  
**Markus Ferber**  

**Proposal for a directive**  
**Article 1 – paragraph 1 – point 3**  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point a – point iii
Text proposed by the Commission

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

Amendment

Amendment 285
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iii

Text proposed by the Commission

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

Amendment

Amendment 286
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3

(iii) the plans of the undertaking, including absolute carbon emission reduction targets referred to in point b and a transition pathway to achieve them, to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement with no or limited overshoot and recourse to compensation technologies, and pursuant to the latest recommendations of the IPCC;
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iii

**Text proposed by the Commission**

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

**Amendment**

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement including absolute carbon emission reduction targets referred to in point b and a transition pathway to achieve them with no or limited overshoot and recourse to compensation technologies, and pursuant to the latest recommendations of the IPCC;

Or. en

**Amendment 287**
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

**Proposal for a directive**
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iii

**Text proposed by the Commission**

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

**Amendment**

(iii) the plans of the undertaking including a transition pathway and implementing actions and related financial and investment plans to ensure that its business model and strategy are compatible with the just transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

Or. en
Amendment 288
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iii

Text proposed by the Commission

(iii) the plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

Amendment

(iii) the transitional plans of the undertaking to ensure that its business model and strategy are compatible with the transition to a sustainable economy, climate neutrality and with the limiting of global warming to 1.5 °C in line with the Paris Agreement;

Or. en

Amendment 289

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19 a – paragraph 2 – point a – point iii a (new)

Text proposed by the Commission

(iii a) the plans of the undertaking to achieving diversity and gender equality, including pay transparency, equal pay for work or work of equal value, equal opportunities and diversity in its management;

Amendment

Or. en

Amendment 290
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Amendment 291
Gabriele Bischoff, Aurore Lalucq, Alfred Sant, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iii a (new)

Text proposed by the Commission

Amendment

(iii) the plans of the undertaking to ensure that its business model and strategy respect workers’ rights and potentially affected communities;

Or. en

Amendment 292
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iv

Text proposed by the Commission

Amendment

(iii) the plans of the undertaking to ensure that corporate strategies, goals and measures are consistent with securing employment and promoting decent work conditions, as evidenced by collective bargaining agreements and workers rights of information, consultation and where applicable worker board level representation;

Or. en
Text proposed by the Commission

(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters;

Amendment

deleted

Or. en

Amendment 293
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iv

Text proposed by the Commission

(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters;

Amendment

(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders, sustainability risks faced by the undertaking and of the principal actual or potential adverse impacts of the undertaking on sustainability matters;

Or. en

Amendment 294
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iv

Text proposed by the Commission

(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters;

Amendment

(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders, sustainability risks faced by the undertaking and of the principal actual or potential adverse impacts of the undertaking on sustainability matters;
interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters; rights and interests of the undertaking’s stakeholders, including its workers and the broader community and of the actual or potential impacts of the undertaking on sustainability matters;

Or. en

Amendment 295
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iv

Text proposed by the Commission
(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters;

Amendment
(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters and related targets;

Or. en

Amendment 296
Dragoș Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point iv

Text proposed by the Commission
(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders and of the impacts of the undertaking on sustainability matters;

Amendment
(iv) how the undertaking’s business model and strategy take account of the interests of the undertaking’s stakeholders, risk management and of the impacts of the undertaking on sustainability matters;

Or. en
Amendment 297
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point v

Text proposed by the Commission

(v) how the undertaking’s strategy has been implemented with regard to sustainability matters;

Amendment

deleted

Or. en

Amendment 298
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point v

Text proposed by the Commission

(v) how the undertaking’s strategy has been implemented with regard to sustainability matters;

Amendment

(v) how the undertaking has integrated sustainability matters and related targets in connection with principal risks, opportunities, and severe impacts, into its strategy;

Or. en

Amendment 299
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point v
(v) how the undertaking’s strategy has been implemented with regard to sustainability matters;

(v) how the undertaking’s strategy has been implemented with regard to sustainability matters and climate change in particular;

Or. en

Amendment 300
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point v

Text proposed by the Commission
(v) how the undertaking’s strategy has been implemented with regard to sustainability matters;

(v) how the undertaking’s strategy has been implemented with regard to sustainability matters and related targets;

Or. en

Amendment 301
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point a – point v a (new)

Text proposed by the Commission
(va) how its corporate strategy is contributing to the sustainable development of society;

Or. ro
Amendment 302
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b

Text proposed by the Commission

(b) a description of the targets related to sustainability matters set by the undertaking and of the progress the undertaking has made towards achieving those targets;

Amendment

(b) a description of the targets related to sustainability matters set by the undertaking, the corresponding timeframe and of the progress the undertaking has made towards achieving those targets, including:

(i) absolute carbon emission reduction targets, excluding the carbon offset credits, that shall be science-based and accompanied by a clear transition pathway and short-term and medium-term absolute emission reduction targets for 2025 and 2030, and then to be reviewed every five years up to 2050, showing the transition of the company towards achieving carbon neutrality by 2050;

(ii) targets, reviewed by independent scientific reviewers and made available to the general public, on the alignment of the economic activities carried out by the undertaking with the criteria for ‘environmentally sustainable economic activities in accordance with Article 3 of Regulation (EU) 2020/852;

(iii) the reasons explaining the impossibility or failure to reach intermediary and final targets;

Or. en

Amendment 303
Aurore Lalucq
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b

Text proposed by the Commission

(b) a description of the targets related to sustainability matters set by the undertaking and of the progress the undertaking has made towards achieving those targets;

Amendment

(b) a description of the targets related to sustainability matters, including absolute carbon emission reduction targets set by the undertaking and of the progress the undertaking has made towards achieving those targets; Carbon emission reduction targets shall be science-based and accompanied by a clear transition pathway and short-term and medium-term absolute emission reduction targets for 2025 and 2030, and then to be reviewed every five years up to 2050, showing the transition of the company towards achieving carbon neutrality by 2050. Companies shall report and or refer to the related investments made or planned.

Or. en

Amendment 304
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b

Text proposed by the Commission

(b) a description of the targets related to sustainability matters set by the undertaking and of the progress the undertaking has made towards achieving those targets;

Amendment

(b) a description of the time-bound short-term, mid-term, and long-term targets set by the undertaking to address the principal risks, opportunities and impacts of its activities with regards to sustainability matters. In all cases possible, those targets should be science-based and presented along with corresponding evidence;

Or. en
**Amendment 305**
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b

*Text proposed by the Commission*

(b) a description of the targets related to sustainability matters set by the undertaking and of the progress the undertaking has made towards achieving those targets;

*Amendment*

(b) a description of the targets related to sustainability matters set by the undertaking, *any potential or actual adverse impacts* and of the progress the undertaking has made towards achieving those targets;

Or. en

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**Amendment 306**
Bas Eickhout on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b a (new)

*Text proposed by the Commission*

(ba) without prejudice to the obligations under Article 8 of Regulation(EU) 2020/852, information to what extent the undertaking’s activities are associated with economic activities that cause significant harm to any of the environmental objectives set out in Article 9 of Regulation (EU) 2020/852 in accordance with Article 17 and the delegated acts adopted pursuant to Articles 10(3), 11(3), 12(2), 13(2), 14(2), and 15(2) of that Regulation, in particular:
(i) the proportion of their turnover derived from products or services associated with economic activities that cause significant harm to any of the environmental objectives; and

(ii) the proportion of their capital expenditure and the proportion of their operating expenditure related to assets or processes associated with economic activities that cause significant harm to any of the environmental objectives;

Amendment 307
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point b a (new)

Text proposed by the Commission

Amendment

(ba) a description of the investments, actions and policies adopted to achieve those targets;

Amendment 308
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point c

Text proposed by the Commission

Amendment

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters;

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters, including with...
regard to:

(i) the matters addressed by these bodies during the reporting period;

(ii) their engagement in the due diligence process implemented with regard to sustainability matters to identify adverse impacts, including any direct engagement with the stakeholders affected by the identified impacts;

(ii) their engagement in the analysis of main risks and opportunities for the undertaking related to sustainability matters;

(iii) approval of the undertaking’s strategy and targets related to sustainability matters and of financial resources for their implementation;

(iv) specific oversight on the implementation of the undertaking’s strategy related to sustainability matters;

(v) expertise on sustainability matters possessed by the members of the administrative, management and supervisory bodies and consultation of external experts;

Or. en

Amendment 309
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point c

Text proposed by the Commission

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters;

Amendment

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters, as well as their composition and expertise, the
stakeholders they consult with on sustainability matters and related targets, their decision-making processes, and whether incentives linked to sustainability matters are offered to members of these bodies;

Or. en

Amendment 310
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point c

Text proposed by the Commission

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters;

Amendment

(c) a description of the composition, role and responsibilities of the administrative, management and supervisory bodies with regard to sustainability matters, including the link between executive and non-executive directors’ variable remuneration and the achievement of sustainability targets;

Or. en

Amendment 311
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point c

Text proposed by the Commission

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters;

Amendment

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters and how executive
sustainability matters; and non-executive directors’ variable remuneration is linked to achievement of the targets related to sustainability matters referred to in point b.

**Amendment 312**
Bas Eickhout on behalf of the Greens/EFA Group

**Proposal for a directive**
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point c

*Text proposed by the Commission*

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters;

*Amendment*

(c) a description of the role of the administrative, management and supervisory bodies with regard to sustainability matters and how executive and non-executive directors’ variable remuneration is linked to achievement of the targets related to sustainability matters referred to in point b;

**Amendment 313**
Bas Eickhout on behalf of the Greens/EFA Group

**Proposal for a directive**
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point d

*Text proposed by the Commission*

(d) a description of the undertaking’s policies in relation to sustainability matters;

*Amendment*

(d) as well as the steps taken to overcome incoherencies and mainstream sustainability matters throughout all other relevant policies, including prices negotiated between suppliers and
subcontractors, financial returns from subsidiaries, taxation strategies and lobbying activities;

Amendment 314
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point d

Text proposed by the Commission
(d) a description of the undertaking’s policies in relation to sustainability matters;

Amendment
(d) a description of the undertaking’s policies in relation to sustainability matters and in particular with respect to identified actual or potential severe impacts and opportunities;

Amendment 315
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point d

Text proposed by the Commission
(d) a description of the undertaking’s policies in relation to sustainability matters;

Amendment
(d) a description of the undertaking’s policies in relation to sustainability matters and related targets;

Amendment 316
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point d a (new)

Text proposed by the Commission

(da) a description of processes established in order to identify stakeholders and to involve them in the development, implementation, monitoring and evaluation of the undertaking’s strategy and policies;

Or. en

Amendment 317
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e

Text proposed by the Commission

(e) a description of:

(i) the due diligence process implemented with regard to sustainability matters;

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts;

deleted

Or. en
Amendment 318  
Jessica Polfjärd

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point e – point i

Text proposed by the Commission  
Amendment

(i) the due diligence process implemented with regard to sustainability matters; deleted

Or. en

Amendment 319  
Lídia Pereira

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point e – point i

Text proposed by the Commission  
Amendment

(i) the due diligence process implemented with regard to sustainability matters; deleted

Or. en

Amendment 320  
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 2 – point e – point i

Text proposed by the Commission  
Amendment

(i) the due diligence process (i) the due diligence process
implemented with regard to sustainability matters:

- identification, assessment and prioritisation of actual and potential adverse impacts;
- policies and measures for the prevention, cessation, mitigation or remediation of actual or potential adverse impacts;
- tracking of the implementation of the process and its results;
- identification and involvement of all adversely affected people;
- alert mechanisms as well as complaints and grievances, including how they are received and used by different stakeholders and affected people;
- the different actors involved in the development, implementation, monitoring and evaluation of the process at different stages, and the human, informational and financial resources available to them;

- how the due diligence process complies with international standards in particular the UN Guiding Principles on Business and Human Rights, the OECD Due Diligence Guidance for Responsible Business Conduct, the International Labour Organisation (ILO) Declaration on Fundamental Principles and Rights at Work, the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union;

Amendment 321
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point i
Text proposed by the Commission

(i) the due diligence process implemented with regard to sustainability matters;

Amendment

(i) the due diligence process implemented with regard to sustainability matters, *in accordance with international conventions on social and human rights, in particular the UN Guiding Principles on Business and Human Rights, the OECD Due Diligence Guidance for Responsible Business Conduct, the International Labour Organisation (ILO) Declaration on Fundamental Principles and Rights at Work, the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union*;

Or. en

Amendment 322

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point i

Text proposed by the Commission

(i) the due diligence process implemented with regard to sustainability matters;

Amendment

(i) the due diligence *and strategy*, pursuant to applicable EU and national legislation, and the UN Guiding Principles for Business and Human Rights and the OECD Due Diligence Guidance for Responsible Business Conduct, process implemented with regard to sustainability matters;

Or. en

Amendment 323
Manon Aubry
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point i

Text proposed by the Commission

(i) the due diligence process
implemented with regard to sustainability
matters;

Amendment

(i) the due diligence process
implemented with regard to sustainability
matters in line with applicable EU
legislation on due diligence [Directive
XXX];

Or. en

Amendment 324
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point i a (new)

Text proposed by the Commission

(ia) the structure of the undertaking’s
value chain including through a mapping
of its own operations, subsidiaries,
suppliers and business relationships.
Disclosed information should include
names, locations, types of products and
services supplied;

Amendment

Or. en

Amendment 325
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii
Text proposed by the Commission

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Amendment

deleted

Or. en

Amendment 326
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Amendment

(ii) the actual or potential adverse impacts connected with the undertaking’s value chain as identified through the due diligence process, including its own operations, its products and services, its subsidiaries, its business relationships and its supply chain, including information on people affected by those impacts;

Or. en

Amendment 327
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services,

Amendment

(ii) the principal actual or potential adverse impacts and the significant harm in any of the environmental categories (related to the six environmental
its business relationships and its supply chain; objectives of the Taxonomy regulation), connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Or. en

Amendment 328
Lídia Pereira
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission
(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Amendment
(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain, given that the competitiveness of the undertaking is preserved by protecting professional or industrial sensible data;

Or. en

Amendment 329
Bas Eickhout
on behalf of the Greens/EFA Group
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission
(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services,

Amendment
(ii) the actual or potential adverse sustainability impacts connected with the undertaking’s value chain, including its own operations, its products and services,
its business relationships and its supply chain; its business relationships, its subsidiaries, any dependency on materials listed in the EC Communication 2020/474 and its supply chain;

Or. en

Amendment 330
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Amendment

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships, its subsidiaries and its supply chain;

Or. en

Amendment 331
José Manuel García-Margallo y Marfil

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii

Text proposed by the Commission

(ii) the principal actual or potential adverse impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain;

Amendment

(ii) the principal actual impacts connected with the undertaking’s value chain, including its own operations, its products and services, its business relationships and its supply chain, especially its impact on the climate;
Justification

Reference to Amendment 21 of the Draft Opinion 2021/0104(COD).

Amendment 332
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point ii a (new)

Text proposed by the Commission

(iiia) the negative or positive effects of the undertaking’s business practises, policies and decisions on the identified impacts, including its purchasing policies and practises;

Amendment

Or. en

Amendment 333
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point iii

Text proposed by the Commission

(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts;

Amendment

deleted

Or. en
Amendment 334
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point iii

Text proposed by the Commission

(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts;

Amendment

(iii) any actions taken, and the result of such actions, to identify, assess, prevent, mitigate, cease, monitor, communicate, account for, address and remediate actual or potential adverse impacts;

Or. en

Amendment 335
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point iii

Text proposed by the Commission

(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts;

Amendment

(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts and the effectiveness of their results;

Or. en

Amendment 336
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point e – point iii
(iii) any actions taken, and the result of such actions, to prevent, mitigate or remediate actual or potential adverse impacts; and the effectiveness of their results;

Amendment 337
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point f

(f) a description of the principal risks to the undertaking related to sustainability matters, including the undertaking’s principal dependencies on such matters, and how the undertaking manages those risks;

deleted

Amendment 338
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point f a (new)

(fa) the sustainability risks relevant to the particular business as defined in Article 2(a) of the Regulation 2019/2088/EU on sustainability-related disclosures in the
financial services sector, enabling financial market participants as defined in Article 2 of that Regulation to meet their sustainability risk disclosure and mitigation obligations as defined in Article 4 and 5 of that Regulation;

Justification

In order to fulfil their obligations of due diligence to consider material sustainability risks and to incorporate sustainability performance indicators, financial market participants themselves need reliable, comparable and harmonised disclosure of information by investee companies and harmonised accounting standards regarding sustainability indicators. To ensure the provision of quality data for investors that is comparable, the transparency obligations of the Directive 2013/34/EU should be updated to include material sustainability risks and sustainability performance based on harmonised indicators, and be reported in integrated periodical statements that incorporate both financial and non-financial information.

Amendment 339
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point f a (new)

Text proposed by the Commission

(fa) a description of the social objectives, highlighting the role of the social partners and employee representation structures, employee rights and benefits, working conditions and the undertaking's civic and social engagement;

Amendment

Or. ro

Amendment 340
Jessica Polfjärd
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point g

Text proposed by the Commission

(g) indicators relevant to the disclosures referred to in points (a) to (f).

Amendment

(g) indicators relevant to the disclosures referred to in points (a) to (f)
which are provided by the Commission by means of an delegated act in collaboration with the technical advice of the EFRAG and the Platform on Sustainable Finance.

Or. en

Amendment 341
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point g

Text proposed by the Commission

(g) indicators relevant to the disclosures referred to in points (a) to (f).

Amendment

(g) indicators relevant to the disclosures referred to in points (a) to (f), including key performance indicators set out in the delegated act supplementing Article 8 of the Regulation (EU) 2020/852.

Or. en

Amendment 342
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Nicola Beer, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – point g
Text proposed by the Commission

(g) indicators relevant to the disclosures referred to in points (a) to (f).

Amendment

(g) indicators relevant to the disclosures referred to in points (a) to (f) which may include the monetary valuation of sustainability impacts, if that is deemed necessary for better comparability and understanding of materiality and interdependencies.

Or. en

Amendment 343
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 2

Text proposed by the Commission

Undertakings shall also disclose information on intangibles, including information on intellectual, human, and social and relationship capital.

Amendment

deleted

Or. en

Amendment 344
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 2

Text proposed by the Commission

Undertakings shall also disclose information on intangibles, including information on intellectual, human, and social and relationship capital.

Amendment

deleted

Or. en
Amendment 345
Michiel Hoogeveen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 2

_text proposed by the Commission_

Undertakings shall also disclose information on intangibles, including information on intellectual, human, and social and relationship capital.

_delete_

Or. en

Amendment 346
Bogdan Rzońca, Jessica Stegrud, Eugen Jurzyca, Johan Van Overtveldt

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 2

_text proposed by the Commission_

Undertakings shall also disclose information on intangibles, including information on intellectual, human, and social and relationship capital.

_delete_

Or. en

_Justification_

Reporting information on intangibles is a particularly sensitive issue since it is quite difficult to identify and measure them because there are no commonly acknowledged methodologies. An obligation to report them adds excessive burden to the companies. Such an obligation will have a very significant financial impact for companies as it will require significant changes in the process of data collection and processing. This is especially true in the case of large capital groups with many subsidiaries.
Amendment 347
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 2

Text proposed by the Commission
Undertakings shall also disclose
information on intangibles, including
information on intellectual, human, and
social and relationship capital.

Amendment
deleted

Or. en

Amendment 348
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 3

Text proposed by the Commission
Undertakings shall report the process
carried out to identify the information
that they have included in the
management report in accordance with
paragraph 1 and in this process they shall
take account of short, medium and long-
term horizons.

Amendment
deleted

Or. en

Amendment 349
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 3
Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons.

**Amendment**

Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons.

**Undertakings shall discuss and adopt the transitional plans referred to in paragraph 1, point (a), point (iii) as a separate item in their annual meetings.**

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**Amendment 350**
**Aurore Lalucq**

**Proposal for a directive**
**Article 1 – paragraph 1 – point 3**
Directive 2013/34/EU
Article 19a – paragraph 2 – subparagraph 3

**Text proposed by the Commission**

Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons.

**Amendment**

Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons, including how it is informed by the due diligence process, and in this process they shall take account of short, medium and long-term horizons.

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**Amendment 351**
**Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Marc Angel**

**Proposal for a directive**
**Article 1 – paragraph 1 – point 3**
Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons.
Undertakings shall report the process carried out to identify the information that they have included in the management report in accordance with paragraph 1 and in this process they shall take account of short, medium and long-term horizons.

3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

The information referred to in paragraphs 1 and 2 shall contain retrospective and, when relevant, forward-looking information. The information shall combine qualitative and quantitative information to ensure that the most relevant information is reported under each standard. Where appropriate, the information shall take into account short, medium and long-term time horizons.
Text proposed by the Commission

3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

Amendment

3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

The information shall be provided specifically for each country where the undertaking operates directly or indirectly;

Or. en

Amendment 356
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 1

Text proposed by the Commission

3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

Amendment

3. The information referred to in paragraphs 1 and 2 shall contain the following information:

Or. en

Amendment 357
Bogdan Rzońca, Jessica Stegrud, Eugen Jurzyca, Johan Van Overtveldt

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34 EU
Article 19a – paragraph 3 – subparagraph 1

Text proposed by the Commission

3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

Amendment

3. The information referred to in paragraphs 1 and 2 shall contain retrospective information, and qualitative and quantitative information.
Justification

Reporting forward looking information adds excessive burden to undertakings. The proposal should not lead to disproportionate reporting obligations for undertakings – forward looking information is such an obligation.

Amendment 358
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 1

Text proposed by the Commission
3. The information referred to in paragraphs 1 and 2 shall contain forward-looking and retrospective information, and qualitative and quantitative information.

Amendment
3. The information referred to in paragraphs 1 and 2 shall contain retrospective information, and qualitative and quantitative information.

Amendment 359
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 2

Text proposed by the Commission
Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Amendment
deleted
Amendment 360
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 2

Text proposed by the Commission

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Amendment

deleted

Amendment 361
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 2

Text proposed by the Commission

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Amendment

The information referred to in paragraphs 1 and 2 shall contain all information about the undertaking’s value chain, including the undertaking’s own operations, workforce, investments, assets, products and services, its business relationships and its supply chain that is useful in order to understand the impacts and risks related to sustainability matters for the undertaking.

Or. en
Amendment 362
Aurore Lalucq

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 3 – subparagraph 2

Text proposed by the Commission

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Amendment

The information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships, its subsidiaries, operations entrusted to third party contractors such as franchisees and licensees and its supply chain.

Or. en

Amendment 363
Lídia Pereira

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 3 – subparagraph 2

Text proposed by the Commission

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Amendment

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain, given that the competitiveness of the undertaking is preserved by protecting professional or industrial sensible data;

Or. en

Amendment 364
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández,
Evelyn Regner, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 2

*Text proposed by the Commission*

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

*Amendment*

The information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, *assets* products and services, its business relationships and its supply chain.

Or. en

Amendment 365
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 2

*Text proposed by the Commission*

Where appropriate, the information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

*Amendment*

The information referred to in paragraphs 1 and 2 shall contain information about the undertaking’s value chain, including the undertaking’s own operations, products and services, its business relationships and its supply chain.

Or. en

Amendment 366
Bas Eickhout
on behalf of the Greens/EFA Group
Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 3 – subparagraph 4

Text proposed by the Commission

Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking’s development, performance, position and impact of its activity.

Amendment

deleted

Or. en

Amendment 367
Markus Ferber

Proposal for a directive  
Article 1 – paragraph 1 – point 3  
Directive 2013/34/EU  
Article 19a – paragraph 3 – subparagraph 4

Text proposed by the Commission

Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking’s development, performance, position and impact of its activity.

Amendment

Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such
information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking’s development, performance, position and impact of its activity.

Amendment 368
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 4

Text proposed by the Commission

Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking’s development, performance, position and impact of its activity.

Amendment

Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in certain cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial and competitive position of the undertaking.

Amendment 369
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3

Or. en
Member States may allow information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking's development, performance, position and impact of its activity.

Amendment

Member States may allow limited information relating to impending developments or matters in the course of negotiation to be omitted in exceptional cases where, in the duly justified opinion of the members of the administrative, management and supervisory bodies, acting within the competences assigned to them by national law and having collective responsibility for that opinion, the disclosure of such information would be seriously prejudicial to the commercial position of the undertaking, provided that such omission does not prevent a fair and balanced understanding of the undertaking's development, performance, position and impact of its activity.

Amendment 370
José Manuel García-Margallo y Marfil

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 3 – subparagraph 4 (new)

The Commission shall draw up non-binding guidelines, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), applying its methodology, to generate forward-looking information for inclusion in the report. The guidelines shall be concise and include the administrative hurdles facing the undertaking concerned, as well as European technical and qualitative...
standards by way of reference.

Justification
Reference to amendment 27 of the Draft Opinion 2021/0104(COD). To add as a new subparagraph of Article 19a, paragraph 3.

Amendment 371
Michiel Hoogeveen
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5

Text proposed by the Commission

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 2, point (1), point (a), may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Amendment 372
Markus Ferber
Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5

Text proposed by the Commission

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 2, point (1), point (a), may report in

deleted
accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Justification

SMEs should not be in the scope.

Amendment 373
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5

Text proposed by the Commission

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 2, point (1), point (a), may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Amendment

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 19a, paragraph (1) point (d) and (c) may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Amendment 374
Esther de Lange

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5

Text proposed by the Commission

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 2, point (1), point (a), may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Amendment

5. By way of derogation from Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 19a, paragraphs 1 to 4, small and medium sized undertakings referred to in Article 19a, paragraph (1) point (d) and (c) may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.
sized undertakings referred to in Article 2, point (1), point (a), may report in accordance with the sustainability reporting standards for small and medium sized undertakings referred to in Article 19c.

Amendment 375
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5 a (new)

Text proposed by the Commission

Amendment

5a. Member States may exempt micro-undertakings from the obligation to prepare management reports, provided that they require the information referred to in Article 24(2) of Directive 2012/30/EU concerning the acquisition by an undertaking of its own shares to be given in the notes to the financial statements.

Amendment 376
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 5 b (new)

Text proposed by the Commission

Amendment

5b. In accordance with Article 34, Member States shall ensure that the management report is audited by one or more statutory auditors or audit firms
approved by Member States to carry out statutory audits on the basis of Directive 2006/43/EC.

Amendment 377
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7

7. An undertaking which is a subsidiary undertaking shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council*, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

7. deleted

Or. en
Amendment 378
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7

Text proposed by the Commission

7. An undertaking which is a subsidiary undertaking shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council**, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

Amendment 379
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher
7. An undertaking which is a subsidiary undertaking shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council*6, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

7. deleted

Or. en

Amendment 380
Manon Aubry
An undertaking which is a subsidiary undertaking shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.
undertakings are included in the consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

market presence with this entity or group shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the consolidated management report of a parent undertaking or the economic entity or group, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country or belongs to an economic entity or group in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking or the headquarters of the economic entity or group and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

Or. de

Amendment 382
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 1

Text proposed by the Commission

7. An undertaking which is a subsidiary undertaking shall be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the

Amendment

7. An undertaking which is a subsidiary undertaking shall continue to be exempted from the obligations set out in paragraphs 1 to 4 if that undertaking and its subsidiary undertakings are included in the
consolidated management report of a parent undertaking, drawn up in accordance with Articles 29 and 29a. An undertaking that is a subsidiary undertaking from a parent undertaking that is established in a third country shall also be exempted from the obligations set out in paragraphs 1 to 4 where that undertaking and its subsidiary undertakings are included in the consolidated management report of that parent undertaking and where the consolidated management report is drawn up in a manner that may be considered equivalent, in accordance with the relevant implementing measures adopted pursuant to Article 23(4), point (i), of Directive 2004/109/EC of the European Parliament and of the Council*, to the manner required by the sustainability reporting standards referred to in Article 19b of this Directive.

Amendment 383
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 2

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

Amendment

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the subsidiary is subjected to the obligations set out in paragraphs 1 to 4 is governed.

Amendment 384
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández,
Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 2

Text proposed by the Commission

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

Amendment

The consolidated management report of the parent undertaking shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking which meets the requirements as set out in paragraphs 1 to 4 is governed.

Or. en

Amendment 385
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 2

Text proposed by the Commission

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

Amendment

The consolidated management report of a parent undertaking shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking which meets the requirements referred to in paragraphs 1 to 4 is governed.

Or. en

Amendment 386
Dragoș Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 2

**Text proposed by the Commission**

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

**Amendment**

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking is governed.

Or. en

**Amendment 387**
Engin Eroglu

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 2

**Text proposed by the Commission**

The consolidated management report of the parent undertaking referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

**Amendment**

The consolidated management report of the parent undertaking or the economic entity or group referred to in subparagraph 1 shall be published in accordance with Article 30, in the manner prescribed by the law of the Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed.

Or. de

**Amendment 388**
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

The Member State by which the undertaking which meets the requirements referred to in paragraphs 1 to 4 is governed, may require that the consolidated management report of a parent undertaking is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment

Amendment 389
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission
The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment
The Member State by which the undertaking which meets the requirements referred to in paragraphs 1 to 4 is governed, may require that the consolidated management report of a parent undertaking referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment 390
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández,
Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment

The Member State by which the undertaking which meets the requirements as set out in paragraphs 1 to 4 is governed, may require that the consolidated management reports are published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Or. en

Amendment 391
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment

The Member State by which a subsidiary of a parent undertaking subjected to the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report of the parent undertaking is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Or. en
**Amendment 392**

Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive

Article 1 – paragraph 1 – point 3

Directive 2013/34/EU

Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment

The Member State by which the undertaking is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Or. en

**Amendment 393**

Markus Ferber

Proposal for a directive

Article 1 – paragraph 1 – point 3

Directive 2013/34/EU

Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any

Amendment

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

English.
necessary translation into those languages is certified.

Amendment 394
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 3

Text proposed by the Commission

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance, and that any necessary translation into those languages is certified.

Amendment

The Member State by which the undertaking that is exempted from the obligations set out in paragraphs 1 to 4 is governed, may require that the consolidated management report referred to in the first subparagraph of this paragraph is published in an official language of the Member State or in a language customary in the sphere of international finance.

Amendment 395
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4

Text proposed by the Commission

The management report of an undertaking that is exempted from the obligations set out in paragraphs 1 to 4 shall contain all of the following information:

Amendment

deleted
(a) the name and registered office of the parent undertaking that reports information at group level in accordance with Articles 29 and 29a, or in a manner that may be considered equivalent, in accordance with the implementing measures adopted pursuant to Article 23(4), point (i) of Directive 2004/109/EC, to the manner required by the sustainability reporting standards referred to in Article 19b;

(b) the fact that the undertaking is exempted from the obligations set out in paragraphs 1 to 4 of this Article.

Or. en

Amendment 396
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – introductory part

*Text proposed by the Commission*  
The management report of an undertaking that is exempted from the obligations set out in paragraphs 1 to 4 shall contain all of the following information:

*Amendment*  
The management report of a subsidiary of a parent undertaking subjected to the obligations set out in paragraphs 1 to 4 shall contain all of the following information:

Or. en

Amendment 397
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – introductory part
The management report of an undertaking
that is exempted from the obligations set
out in paragraphs 1 to 4 shall contain all of
the following information:

The management report of an undertaking
which meets the requirements asset out in
paragraphs 1 to 4 shall contain all of the
following information:

Amendment 398
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point a

Text proposed by the Commission

(a) the name and registered office of the parent undertaking that reports information at group level in accordance with Articles 29 and 29a, or in a manner that may be considered equivalent, in accordance with the implementing measures adopted pursuant to Article 23(4), point (i) of Directive 2004/109/EC, to the manner required by the sustainability reporting standards referred to in Article 19b;

Amendment 399
Engin Eroglu

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point a
(a) the name and registered office of the parent undertaking that reports information at group level in accordance with Articles 29 and 29a, or in a manner that may be considered equivalent, in accordance with the implementing measures adopted pursuant to Article 23(4), point (i) of Directive 2004/109/EC, to the manner required by the sustainability reporting standards referred to in Article 19b;

Or. de

Amendment 400
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point b

(b) the fact that the undertaking is exempted from the obligations set out in paragraphs 1 to 4 of this Article.

Or. en

Amendment 401
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point b

(b) the fact that the undertaking is deleted
exempted from the obligations set out in paragraphs 1 to 4 of this Article.

Amendment 402
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point b

Text proposed by the Commission

(b) the fact that the undertaking is exempted from the obligations set out in paragraphs 1 to 4 of this Article.

Amendment

deleted

Amendment 403
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 – subparagraph 4 – point b a (new)

Text proposed by the Commission

(ba) The Commission shall be empowered to adopt delegated acts in accordance with Article 49 to establish and amend the list of high-risk sectors of economic activity set out in Article 2, point (20a). That list shall take into account the work of the Platform on Sustainable Finance established in accordance with Article 20 of Regulation (EU) 2020/852 and the OECD Due Diligence Guidance for Responsible Business Conduct, including for mining, extractive industries, agriculture, clothing
and footwear, finance and international shipping. The list of sectors taken into account in this definition shall take account of correspondence with the NACE classification.

Amendment 404
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 a (new)

Text proposed by the Commission

7a. The Commission shall be empowered to adopt delegated acts in accordance with Article 49 to establish a list of economic activities that are considered high risk in terms of actual or potential negative impacts on sustainability matters or exposure to sustainability risks. The list of high-risk activities shall include economic activities ranked with a risk level “high” in either the environmental or social category of the EBRD list of Environmental and Social Risk Categorisation* or are excluded from being financed with EBRD funds. In duly justified cases, the Commission may deviate from the EBRD list or supplement the list with other economic activities with actual or potential negative sustainability impacts or risks taking into account the work of the Platform on Sustainable Finance established in accordance with Article 20 of Regulation(EU) 2020/852 and the OECD Due Diligence Guidance for Responsible Business Conduct, including for mining, extractive industries, agriculture, clothing and footwear, finance and international shipping. Every
three years, the Commission shall review these Delegated Act as appropriate.

Or. en

Amendment 405
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 a (new)

Text proposed by the Commission

7a. The European Commission shall be empowered to adopt delegated acts in accordance with Article 49 to amend the lists of high-risk sectors and high-risk areas set out in Article 2, point (20a) and point (20b).

The list shall take into account the NACE classification, existing legislation and guidelines of the European Union, international reporting standards, reports of international organisations, and relevant and reliable evidence.

Or. en

Amendment 406
Dragoș Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 a (new)

Text proposed by the Commission

7a. The Commission shall be empowered to adopt delegated acts in accordance with Article 49 to establish and amend the list of high-risk sectors of
economic activity set out in Article 2, point (20a). That list shall take into account the work of the Platform on Sustainable Finance established in accordance with Article 20 of Regulation (EU) 2020/852 and the OECD Due Diligence Guidance for Responsible Business Conduct.

Amendment 407
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 3
Directive 2013/34/EU
Article 19a – paragraph 7 b (new)

Text proposed by the Commission

Amendment

7b. The European Commission shall guarantee the involvement of trade unions in the process of reviewing the lists of high-risks sectors and high-risks areas and the consultation of all relevant stakeholders. in the process of review and amendment of the lists.

Amendment 408
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4 – introductory part

Text proposed by the Commission

Amendment

(4) the following Articles 19b, 19c and 19d are inserted:

(4) the following Articles 19aa, 19b, 19c and 19d are inserted:

Or. en
Amendment 409
Michiel Hoogeveen

Proposal for a directive
Article 1 – paragraph 1 – point 4 – introductory part

Text proposed by the Commission

(4) the following Articles 19b, 19c and 19d are inserted:

Amendment

(4) the following Articles 19b and 19d are inserted:

Or. en

Amendment 410
Esther de Lange

Proposal for a directive
Article 1 – paragraph 1 – point 4 – introductory part
Directive 2013/34/EU

Text proposed by the Commission

(4) the following Articles 19b, 19c and 19d are inserted:

Amendment

(4) the subsequent Articles 19b, 19c and 19d are inserted:

Or. en

Amendment 411
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19a a (new)

Text proposed by the Commission

‘Article 19aa

Amendment

European Corporate Sustainability Reporting Board
I. The European Corporate Sustainability Reporting Board (the ECSRB) is hereby established.
2. The ECSRB shall be endowed with the task of providing technical advice to the Commission and other Union bodies on issues pertaining to corporate sustainability reporting.

3. The ECSRB shall have legal personality and be represented by its Chair.

4. The ECSRB shall have a tripartite structure and be composed of an equal amount of members coming from public authorities, corporate representatives and civil society organisations, including trade unions. Membership of the ECSRB shall be free of charge.

5. The Commission shall provide the secretariat of the ECSRB and have the right to participate in the activities and meetings of the Board without voting right. The Commission shall designate a representative. The Chair of the Board shall communicate to the Commission the activities of the ECSRB.

6. The ECSRB shall set up relevant working groups, in particular for each type of sustainability reporting standards.

7. A representative of EFRAG shall be invited to all meetings without voting right, to ensure coherence between corporate financial reporting standards and corporate sustainability reporting standards.

8. A representative of all relevant EU bodies may be invited to participate as observers in the meetings of the ECSRB in order to enhance the efficiency of the agencies and the synergies between them. The Commission shall ensure that the ECSRB is fully operational no later than three years after the entry into force of this Directive.
Amendment 412
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19a b (new)

Text proposed by the Commission

Amendment

‘Article 19ab

Union-wide resilience assessments (stress tests)

1. The Commission shall initiate and coordinate on a bi-annual basis Union-wide assessments of the resilience of undertakings to adverse scenarios related to their supply chains. To that end, it shall develop:

(a) common methodologies for identifying scenarios, including potential disruptions, and for assessing their impact on supply chains and thereby on a undertaking’s financial position, also taking into account risks stemming from adverse developments linked to environmental, social and political factors;

(b) common methodologies for assessing the sustainability of undertakings supply chains;

(c) common methodologies for assessing the sustainability impacts of disruptions of undertakings’ supply chains;

(d) common methodologies for identifying categories of undertakings to be subject to Union-wide assessments;

(e) common approaches to communication on the outcomes of those assessments of the resilience of undertakings;

(f) common methodologies for identifying preventative and remedial responses to address risks and vulnerabilities identified under points (b) to (d), including supply
diversification, reshoring and stockpiling.

2. The Commission shall, once a year, and more frequently where necessary, provide a summary of the assessments under paragraph to the European Parliament and the Council, including the main identified risks and vulnerabilities. The Commission shall include classification of the main risks and vulnerabilities in these assessments and recommend preventative or remedial actions.

3. For the purpose of running the Union-wide assessments on the resilience of undertakings the Commission shall rely on information under Article 19a and 29a or request competent authorities to carry out on-site inspections, and may participate in such on-site inspections in order to ensure comparability and reliability of methods, practices and results.

4. The Commission shall be empowered to adopt, by October 2024 delegated act to specify information required from companies for the purpose of paragraphs 1 points a to f.

Or. en

Amendment 413
Engin Eroglu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – introductory part

<table>
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<th>Text proposed by the Commission</th>
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<tr>
<td>(1) The Commission shall adopt delegated acts in accordance with Article 49 to provide for sustainability reporting standards. Those sustainability reporting standards shall specify the information that</td>
<td>(1) The Commission shall adopt delegated acts in accordance with Article 49 to provide for sustainability reporting standards. These standards shall be based as far as possible on those set by the</td>
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undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:

International Sustainability Standards Board (ISSB). Sustainability reporting standards must be simple in order to provide relevant and material information to stakeholders and avoid any unnecessary administrative burden for the reporting company. Those sustainability reporting standards shall specify the information that undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:

Amendment 414
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – introductory part

Text proposed by the Commission

1. The Commission shall adopt delegated acts in accordance with Article 49 to provide for sustainability reporting standards. Those sustainability reporting standards shall specify the information that undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:

Amendment

1. The Commission shall adopt delegated acts in accordance with Article 49 to provide for sustainability reporting standards. The sustainability reporting standards shall ensure simplicity, that stakeholders receive relevant and material information and avoid any unnecessary administrative burden for the reporting undertaking. Those sustainability reporting standards shall specify the information that undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:
Amendment 415
Linea Søgaard-Lidell

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – introductory part

**Text proposed by the Commission**

1. The Commission shall adopt delegated acts in accordance with Article 49 to provide for sustainability reporting standards. Those sustainability reporting standards shall specify the information that undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:

**Amendment**

1. The Commission shall adopt delegated acts in accordance with Article 49 to provide for principle based sustainability reporting standards. Those sustainability reporting standards shall specify the information that undertakings are to report in accordance with Articles 19a and 29a and, where relevant, shall specify the structure in which that information shall be reported. In particular:

Or. en

Amendment 416
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a

**Text proposed by the Commission**

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

**Amendment**

(a) at the latest by 18 months after the entry into force of this directive, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, in line with the disclosure obligations of Regulation (EU) 2019/2088.

Or. en
Justification

The delegated acts shall be fully aligned with the requirements of the SFDR.

Amendment 417
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a

Text proposed by the Commission

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

Amendment

(a) one and a half years after the entry into force of this Directive, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

Or. en

Amendment 418
Nicola Beer, Caroline Nageelaal

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a

Text proposed by the Commission

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial

Amendment

(a) by 31 October 2023, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial
market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

Justification

See justification Amendment 6

Amendment 419
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a

Text proposed by the Commission

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

Amendment

(a) by 31 October 2023, the Commission shall adopt delegated acts specifying the information that undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088.

Amendment 420
Linea Søgaard-Lidell

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a

Text proposed by the Commission

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that

Amendment

(a) by 31 October 2022, the Commission shall adopt delegated acts specifying the information that
undertakings are to report in accordance with paragraphs 1 and 2 of Article 19a, and at least specifying information corresponding to the needs of financial market participants subject to the disclosure obligations of Regulation (EU) 2019/2088, while taking into account differences between public-interest entities and unlisted entities.

Amendment 421
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point a a (new)

Text proposed by the Commission

(aa) by 31 October 2022, the Commission shall adopt delegated acts specifying a list of high-risk sectors, taking into account relevant international standards and scientific and technical knowledge. The list shall include but shall not be limited to the mining industry, extractive industry, agriculture, clothing and textiles, financial and insurance services, energy, water supply and management, construction, and transportation.

Amendment 422
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – introductory part
Text proposed by the Commission  

(b) by 31 October 2023, the Commission shall adopt delegated acts specifying:

Amendment

(b) at the latest 30 months after the entry into force of this directive, the Commission shall adopt delegated acts specifying:

Or. en

Amendment 423  
Jessica Polfjärd

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 1 – subparagraph 1 – point b – introductory part

Text proposed by the Commission  

(b) by 31 October 2023, the Commission shall adopt delegated acts specifying:

Amendment

(b) two years after the entry into force of this Directive, the Commission shall adopt delegated acts specifying:

Or. en

Amendment 424  
Nicola Beer, Caroline Nagtegaal

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 1 – subparagraph 1 – point b – introductory part

Text proposed by the Commission  

(b) by 31 October 2023, the Commission shall adopt delegated acts specifying:

Amendment

(b) by 31 October 2024, the Commission shall adopt delegated acts specifying:

Or. en

Justification

See justification Amendment 6
Amendment 425
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 4 Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – introductory part

Text proposed by the Commission

(b) by 31 October 2023, the Commission shall adopt delegated acts specifying:

Amendment

(b) by 31 October 2024, the Commission shall adopt delegated acts specifying:

Or. en

Amendment 426
Othmar Karas

Proposal for a directive
Article 1 – paragraph 1 – point 4 Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point i

Text proposed by the Commission

(i) complementary information that undertakings shall report with regard to the sustainability matters and reporting areas listed in Article 19a(2), where necessary;

Amendment

(i) complementary information that undertakings shall report with regard to the sustainability matters and reporting areas listed in Article 19a(2)), where necessary, in a precise and easy accessible form;

Or. en

Amendment 427
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4 Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point i
(i) complementary information that undertakings shall report with regard to the sustainability matters and reporting areas listed in Article 19a(2), where necessary;

(ii) information that undertakings shall report that is specific to the sector in which they operate.

(i) complementary information that undertakings shall report with regard to the sustainability matters and reporting areas listed in Article 19a(2), where necessary, in a precise and easy accessible form;

(ii) information that undertakings shall report that is specific to the sector or the area in which they operate, and as a matter of priority, information that undertaking operating in high-risk sectors and high-risk areas shall report.
Amendment 430
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii

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<tbody>
<tr>
<td>(ii) information that undertakings shall report that is specific to the sector in which they operate.</td>
<td>(ii) information that undertakings shall report that is specific to the sector in which they operate with particular attention to high-risk sectors.</td>
</tr>
</tbody>
</table>

Or. en

Amendment 431
Gilles Boyer, Stéphanie Yon-Courtin, Olivier Chastel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii a (new)

<table>
<thead>
<tr>
<th>Text proposed by the Commission</th>
<th>Amendment</th>
</tr>
</thead>
<tbody>
<tr>
<td>(iia) the criteria and implementing rules for sustainability reporting for medium-sized undertakings referred to in Article 19a(1)</td>
<td></td>
</tr>
</tbody>
</table>

Or. en

Amendment 432
Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii a (new)
Text proposed by the Commission

(iiia) the criteria and implementing rules for sustainability reporting for small and medium-sized undertakings referred to in Article 19a(1)

Or. en

Amendment 433
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii a (new)

Text proposed by the Commission

(iiia) the criteria and implementing rules for sustainability reporting for medium-sized undertakings referred to in Article 19a(1);

Or. en

Amendment 434
Dragoș Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii a (new)

Text proposed by the Commission

(iiia) the specific measurable objectives based on scientific evidence;

Or. en
Amendment 435
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii a (new)

Text proposed by the Commission  Amendment

(iiia) the key performance indicators pursuant to paragraph 2(a)

Or. en

Amendment 436
Gilles Boyer, Stéphanie Yon-Courtin, Olivier Chastel, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 1 – point b – point ii b (new)

Text proposed by the Commission  Amendment

(iiib) the criteria and implementing rules for sustainability reporting for undertakings referred to in Article 3(7), which are governed by the law of a third country and are not established in the territory of the Union when they operate in the internal market selling goods or providing services.

Or. en

Amendment 437
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2
The Commission shall, at least every **three** years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to **take into account relevant developments**, including developments with regard to international standards.

The Commission shall, at least every **five** years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to **align it** with regard to international standards.

**Amendment 438**
Michiel Hoogeveen

Proposal for a directive
**Article 1 – paragraph 1 – point 4**
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2

The Commission shall, at least every **three** years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to **take into account relevant developments**, including developments with regard to international standards.

The Commission shall, every **five** years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to **ensure consistency with relevant developments with regard to international standards.**

**Amendment 439**
Manon Aubry

Proposal for a directive
**Article 1 – paragraph 1 – point 4**
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2

The Commission shall, at least every **three** years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to **take into account relevant developments**, including developments with regard to international standards.
The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.

The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article. It shall conduct appropriate consultations and may rely on the technical advice of the European Financial Reporting Advisory Group (EFRAG), provided that such advice has been developed by an independent technical advisory body funded by the European Union and financially independent from private stakeholders, with proper due process, public oversight, transparency, and with the expertise, direct and balanced participation of relevant stakeholders. Where necessary, the Commission shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.

Amendment 440
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2

The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.

The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article. It shall guarantee the involvement of trade unions in that process, and include other relevant stakeholders and civil society organisations. It shall take into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.
to take into account relevant developments, including developments with regard to international standards.

Amendment 441
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2

Text proposed by the Commission

The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Financial Reporting Advisory Group (EFRAG), and where necessary shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.

Amendment

The Commission shall, at least every three years after its date of application, review any delegated act adopted pursuant to this Article, taking into consideration the technical advice of the European Corporate Sustainability Reporting Board (ESCRB), and where necessary shall amend such delegated act to take into account relevant developments, including developments with regard to international standards.

Amendment 442
Dragoş Pîslaru, Olivier Chastel, Gilles Boyer, Stéphanie Yon-Courtin, Nicola Beer, Billy Kelleher

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 1 – subparagraph 2 a (new)

Text proposed by the Commission

The Commission shall, at least once a year, consult the Platform on Sustainable Finance referred to in Article 20 and the
2. The sustainability reporting standards referred to in paragraph 1 shall require that the information to be reported is understandable, relevant, representative, verifiable, comparable, and is represented in a faithful manner. In all cases possible,
in a faithful manner.

the information shall be science-based and measurable.

Or. en

Amendment 445
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 1

Text proposed by the Commission

2. The sustainability reporting standards referred to in paragraph 1 shall require that the information to be reported is understandable, relevant, representative, verifiable, comparable, and is represented in a faithful manner.

Amendment

2. The sustainability reporting standards referred to in paragraph 1 shall require that the information to be reported is understandable, relevant, representative, verifiable, reliable, comparable, and is represented in a faithful manner. Where possible this information should be science-based.

Or. en

Amendment 446
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2

Text proposed by the Commission

The sustainability reporting standards shall, taking into account the subject matter of a particular standard:

(a) specify the information that undertakings are to disclose about

Amendment

The sustainability reporting standards shall reflect the definitions and requirements of the environmental objectives as referred to in Article 9 of Regulation 2020/852 and shall not go beyond that.
environmental factors, including information about:

(i) climate change mitigation;
(ii) climate change adaptation;
(iii) water and marine resources;
(iv) resource use and circular economy;
(v) pollution;
(vi) biodiversity and ecosystems;

Justification

The reporting standards shall be aligned with the requirements of the taxonomy.

Amendment 447
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission
Amendment

(i) climate change mitigation; deleted

Or. en

Amendment 448
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission
Amendment

(i) climate change mitigation; (i) climate change mitigation, including substantiated explanation on the alignment of the undertaking’s
business model and strategy with the goal of limiting of global warming to 1.5°C with no or limited overshoot and recourse to compensation technologies, pursuant to the latest evidence provided by the IPCC.

Amendment 449
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission
(i) climate change mitigation;

Amendment
(i) climate change mitigation, including the just transition, financial and investment plans and emission reduction targets of the undertakings and explanation of the alignment of the undertaking’s strategy towards the goals of the Paris Agreements;

Or. en

Amendment 450
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission
(i) climate change mitigation;

Amendment
(i) climate change mitigation, including absolute and relative emission reduction targets on a 5 years rolling basis, as well as milestone targets for 2030 and 2050;
Amendment 451
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission

(i) climate change mitigation;

Amendment

(i) climate change mitigation, including detailed transition plans to achieve those targets including economic, financial and investment programs;

Amendment 452
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point i

Text proposed by the Commission

(i) climate change mitigation;

Amendment

(i) climate change mitigation, including greenhouse gas emissions (scope 1, 2 and 3);

Amendment 453
Gunnar Beck, Charlie Weimers

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point ii
Text proposed by the Commission

(ii) climate change adaptation;  

Amendment

deleted

Or. en

Amendment 454
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point ii

Text proposed by the Commission

(ii) climate change adaptation;

(ii) climate change adaptation, including risks identified by the undertaking for his operations under different climate scenarios, targets and detailed transition plans to address these risks;

Or. en

Amendment 455
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iii

Text proposed by the Commission

(iii) water and marine resources;

(iii) use of water, soil, land and marine resources, including information on the changes in quality or quantity of those resources, and the fair access to those resources by other users and local stakeholders;

Or. en
Amendment 456
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iii

_text proposed by the Commission_  
(iii) water and marine resources;  

_text proposed by the Commission_  
(iiia) land use, including the artificialisation of land;

_text proposed by the Commission_  
(iv) resource use and circular economy;

_text proposed by the Commission_  
(iv) resource use and targets to limit the use of resource and in particular rare resources, and circular economy,

Amendment

(iii) the sustainable use and protection of water and marine resources;

Or. en

Amendment 457
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iii a (new)

_text proposed by the Commission_  
(iii) water and marine resources;

_text proposed by the Commission_  
(iiia) land use, including the artificialisation of land;

Or. en

Amendment 458
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iv

_text proposed by the Commission_  
(iv) resource use and circular economy;

_text proposed by the Commission_  
(iv) resource use and targets to limit the use of resource and in particular rare resources, and circular economy,
including targets related to the reparability of assets and products, to upstream and downstream recycling, as well as detailed plans to achieve those targets;

Or. en

Amendment 459
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iv

Text proposed by the Commission
(iv) resource use and circular economy;

Amendment
(iv) the transition to circular economy;

Or. en

Amendment 460
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point iv

Text proposed by the Commission
(iv) resource use and circular economy;

Amendment
(iv) the transition to a circular economy;

Or. en

Amendment 461
Gunnar Beck, Charlie Weimers
Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b - paragraph 2 - point a - point iv

Text proposed by the Commission
(iv) resource use and circular economy;

Amendment
(iv) resource use;

Or. en

Amendment 462
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point v

Text proposed by the Commission
(v) pollution;

Amendment
(v) pollution of any kind, including plastic pollution, water, air and soil pollution, diffuse pollution, targets to reduce pollution and detailed plans to achieve those targets;

Or. en

Amendment 463
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b - paragraph 2 - point a - point v

Text proposed by the Commission
(v) pollution;

Amendment
(v) pollution prevention and control;

Or. en
Amendment 464
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point v

Text proposed by the Commission
(v) pollution;

Amendment
(v) pollution prevention and control;

Or. en

Amendment 465
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point vi

Text proposed by the Commission
(vi) biodiversity and ecosystems;

Amendment
(vi) biodiversity and ecosystems, including targets to reduce deforestation and impacts on wildlife, as well as detailed plans to achieve those targets;

Or. en

Amendment 466
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point vi

Text proposed by the Commission
(vi) biodiversity and ecosystems;

Amendment
(vi) the protection and restoration of biodiversity and ecosystems;
Amendment 467  
Bas Eickhout  
on behalf of the Greens/EFA Group

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 2 – point a – point vi

Text proposed by the Commission  
(vi) biodiversity and ecosystems;

Amendment  
(vi) the protection and restoration of biodiversity and ecosystems;

Amendment 468  
Aurore Lalucq

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 2 – point a – point vi a (new)

Text proposed by the Commission  
(via) the plans of the undertaking and or group, where relevant, and a description of the targets related to sustainability matters referred to in Articles 19 a and 29 a paragraph 2 points a(iii) and b;

Amendment 469  
Manon Aubry

Proposal for a directive  
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point vi a (new)

Text proposed by the Commission

Amendment

(via) animal welfare, including living conditions, conditions for the transport and the slaughter of animals involved in the activities of the undertaking;

Or. en

Amendment 470
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point vi a (new)

Text proposed by the Commission

Amendment

(via) protecting and promoting bio/organic farming;

Or. ro

Amendment 471
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a – point a a (new)

Text proposed by the Commission

Amendment

(aa) The information to be reported shall contain key performance indicators including the indicators under Section 3.5 of Communication 2019/C 209/01 as well as additional indicators covering points (i) to (vi) of this subparagraph developed in
accordance with Communication 2017/C 215 O1.

Amendment 472
Nicola Beer, Caroline Nagtegaal

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point a a (new)

Text proposed by the Commission

(aa) This information may be based on the monetary valuation of sustainability impacts, if that is deemed necessary. It may be accompanied by a description of risk mitigation solutions such as resource efficiency, decarbonisation, pollution prevention and control, and nature-based solutions.

Justification

There is an apparent need for a common quantified language for internal and external sustainability reporting and decision-making. Assigning a monetary value to companies impacts helps to create awareness and promotes a forward-looking view

Amendment 473
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b

Text proposed by the Commission

(b) specify the information that undertaking are to disclose about social factors, including information about:
(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

(iii) respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work and the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union.

Justification

Not necessary for either taxonomy or SFDR.

Amendment 474
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i

<table>
<thead>
<tr>
<th>Text proposed by the Commission</th>
<th>Amendment</th>
</tr>
</thead>
<tbody>
<tr>
<td>(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;</td>
<td>(i) equal treatment and opportunities for all, including gender equality and equal pay for equal work, diversity in terms of age and ethnicity of workers, pay transparency, measures against violence</td>
</tr>
</tbody>
</table>
and harassment, training and skills development, and employment and inclusion of people with disabilities;

Amendment 475
Sirpa Pietikäinen

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Articles 19b – paragraph 2 – point b – point i

Text proposed by the Commission

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;

Amendment

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities, following the equality principles and standards established in the Beijing Declaration and Istanbul Convention.

Or. en

Amendment 476
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i

Text proposed by the Commission

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;

Amendment

(i) equal opportunities for all, including gender equality and equal pay for equal work or work of equal value as well as pay transparency, training and skills development, disaggregated by hours, gender and category of work and employment and inclusion of people with
disabilities;

Amendment 477
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i

Text proposed by the Commission

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;

Amendment

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development and the average expenditure on training per worker, and employment and inclusion of people with disabilities, and steps taken to reduce inequalities;

Amendment 478
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i

Text proposed by the Commission

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and skills development, and employment and inclusion of people with disabilities;

Amendment

(i) equal opportunities for all, including gender equality and equal pay for equal work, training and ongoing skills development, access to educational programmes, development of digital skills and employment and inclusion of people with disabilities;

Or. ro
Amendment 479
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2 – point b – point i

Text proposed by the Commission                     Amendment

(i) equal opportunities for all,                     (i) gender equality and equal pay for
including gender equality and equal pay             equal work, training and skills
for equal work, training and skills                 development, and employment and
development, and employment and                     inclusion of people with disabilities;
 inclusion of people with disabilities;

Or. en

Amendment 480
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i a (new)

Text proposed by the Commission                     Amendment

(ia) diversity in all levels of                     (ia) diversity in all levels of
management, in particular women on                  management, in particular women on
boards, and the workforce disaggregated              boards, and the workforce disaggregated
by gender, age, ethnicity and possible              by gender, age, ethnicity and possible
other relevant factors;                              other relevant factors;

Or. en

Amendment 481
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i a (new)
Text proposed by the Commission

Amendment

(i) the composition of the undertaking’s workforce, including country-by-country data on diversity, gender equality, and inclusion of vulnerable groups;

Or. en

Amendment 482
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point i b (new)

Text proposed by the Commission

Amendment

(ib) the undertaking’s workforce employment practices, including country-by-country data on categories of contracts, lengths of work contracts with proportions of short-term, middle-term and long-term contracts and the use of contingent labour;

Or. en

Amendment 483
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

Amendment

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and
the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

the information and consultation rights of workers and where applicable respect for the right of workers to elect worker board level representatives, compatibility between family and work-life balance, parental leave, and a healthy, safe and well-adapted work environment; health and safety measures for employees in the context of increasing climate change hazards (heat, dryness, heavy rain); description of operational strategies for asocial-ecological transformation of the company (particular attention must be paid to green-investments, securing jobs and further training and education opportunities for employees);

Amendment 484
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment, including country-by-country data on psychological and physical risks for workers, workplace accidents and safety programmes to protect workers against health risks;

Amendment 485
Manon Aubry
Text proposed by the Commission

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment

(ii) country-by-country data on working conditions, including secure and adaptable employment, wages, social dialogue, including freedom of association, collective bargaining coverage, board-level employee representation where applicable, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Or. en

Amendment 486
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment

(ii) country-by-country data on working conditions, including secure and adaptable employment, wages, including wage levels disaggregated per deciles and comparison with applicable minimum wage and living wage levels, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Or. en
Amendment 487
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, including country-by-country data on working time and numbers of days of annual paid leave and medical leave per type of occupation, and a healthy, safe and well-adapted work environment;

Or. en

Amendment 488
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment

(ii) country-by-country data on working conditions, including secure and adaptable employment, wages, including wage levels disaggregated per category of occupations, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Or. en
Amendment 489
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission
(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment
(ii) **country-by-country data on** working conditions, including secure and adaptable employment, wages, **including management to workers pay ratio and median pay gap**, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Or. en

Amendment 490
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission
(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment
(ii) **country-by-country data on** working conditions, including secure and adaptable employment, wages **including wage levels per gender**, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Or. en

Amendment 491
Victor Negrescu
Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission
(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment
(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, ongoing education and training at the workplace and a healthy, safe and well-adapted work environment;

Or. ro

Amendment 492
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2 – point b – point ii

Text proposed by the Commission
(ii) working conditions, including secure and adaptable employment, wages, social dialogue, collective bargaining and the involvement of workers, work-life balance, and a healthy, safe and well-adapted work environment;

Amendment
(ii) working conditions, wages, social dialogue, and collective bargaining in line with employees and workers standards established in the Directive 89/391/EEC;

Or. en

Amendment 493
Gabriele Bischoff, Aurore Lalucq, Alfred Sant, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU  
Article 19b – paragraph 2 – point b – point ii a (new)

Text proposed by the Commission

(iiia) recognition of trade unions, collective bargaining coverage and the inclusion of workers on boards;

Or. en

Amendment 494  
Manon Aubry

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 2 – point b – point iii

Text proposed by the Commission

(iii) respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work and the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union.

Amendment

(iii) implementation and results of the undertaking’s due diligence process to meet its responsibility to respect human rights, understood as those human rights respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work, the relevant ILO conventions and in particular the fundamental conventions of the International Labour Organisation, the European Convention on Human Rights, the European Social Charter, the Charter of Fundamental Rights of the European Union, the United Nations Guiding Principles on Business and Human Rights and the OECD Guidelines for Multinational Enterprises.

Or. en
Amendment 495  
Bas Eickhout  
on behalf of the Greens/EFA Group

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 2 – point b – point iii

Text proposed by the Commission

(iii) respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work and the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union.

Amendment

(iii) respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, including the UN Guiding Principles on Business and Human Rights the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work and the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union, the European Convention on Human Rights and its additional protocols, the UNECE Convention on Access to Information, Public Participation in Decision Making and Access to Justice in Environmental Matters (Aarhus Convention) and Resolution 48/13 adopted by the Human Rights Council on the 8 October 2021 on the human right to a clean, healthy environment.

Or. en

Amendment 496
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive  
Article 1 – paragraph 1 – point 4  
Directive 2013/34/EU  
Article 19b – paragraph 2 – point b – point iii
(iii) respect for the human rights, fundamental freedoms, democratic principles and standards established in the International Bill of Human Rights and other core UN human rights conventions, the International Labour Organization’s Declaration on Fundamental Principles and Rights at Work and the ILO fundamental conventions and the Charter of Fundamental Rights of the European Union.

Amendment

Amendment 497
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point iii a (new)

Text proposed by the Commission

(iii) workers in the value chain and affected communities, including human rights impacts, forced labour, child labour, privacy, freedom of expression, association and assembly, health and safety of workers, access to adequate water, sanitation and housing, and respect for the rights of indigenous peoples and free, prior and informed consent.

Amendment

Or. en
Amendment 498
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point iii a (new)

Text proposed by the Commission

(iii) how it contributes to reducing the social gaps between social groups, urban, rural, remote or marginalised areas and to encouraging sustainable community development, improved living conditions and civic participation;

Amendment

Or. ro

Amendment 499
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point iii a (new)

Text proposed by the Commission

(iii) respect for the free, prior and informed consent of communities affected by the undertakings’ projects;

Amendment

Or. en

Amendment 500
Nicola Beer, Caroline Nagtegaal

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2 – point ba (new)
(ba) This information may be based on the monetary valuation of sustainability impacts, if that is deemed necessary.

Or. en

Justification

See justification Amendment 9

Amendment 501
Markus Ferber

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c

(c) specify the information that undertakings are to disclose about governance factors, including information about:

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

(ii) business ethics and corporate culture, including anti-corruption and anti-bribery;

(iii) political engagements of the undertaking, including its lobbying activities;

(iv) the management and quality of relationships with business partners, including payment practices;

(v) the undertaking’s internal control and risk management systems, including in relation to the undertaking’s reporting process.
Justification

Not necessary for either taxonomy or SFDR.

Amendment 502
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2 – point c – point i

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) deleted the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment 503
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point i

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the composition, responsibility and role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, including:
- the matters addressed by these bodies during the reporting period,
- their engagement in the due diligence process and engagement with the stakeholders affected by the identified
impacts,
- their engagement in the analysis of main risks and opportunities for the undertaking related to sustainability matters,
- approval of the undertaking’s strategy and targets related to sustainability matters and of financial resources for their implementation,
- specific oversight on the implementation of the undertaking’s strategy related to sustainability matters,
- expertise on sustainability matters possessed by the members of the administrative,
- management and supervisory bodies and consultation of external experts;

Or. en

Amendment 504
Bas Eickhout
on behalf of the Greens/EFA Group

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point i

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition including with regards to the representation of workers, women and persons with disabilities, from different ages, and with different ethnic, educational and professional backgrounds;

Or. en
Amendment 505
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point i

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the role, responsibility and composition of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, including the link between executive and non-executive directors’ variable remuneration and the achievement of sustainability targets;

Or. en

Amendment 506
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point i

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and oversight of the results of the due diligence process;

Or. en

Amendment 507
Aurore Lalucq
Proposal for a directive
Article 1 – paragraph 1 – point 4

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to proper implementation of the due diligence strategy and sustainability matters, and their composition;

Or. en

Amendment 508
Lídia Pereira

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU

Text proposed by the Commission

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters, and their composition;

Amendment

(i) the role of the undertaking’s administrative, management and supervisory bodies, including with regard to sustainability matters;

Or. en

Amendment 509
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point i a (new)
Text proposed by the Commission

Amendment

(i) respect for workers’ right to information and consultation as defined by international and European law, the presence of workers’ representatives and their trade unions in management bodies, with a focus on selection procedures, level of information and voting rights compared to other members of these bodies;

Or. en

Amendment 510
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4

Article 19b – paragraph 2 – point c – point ii

Text proposed by the Commission

(ii) business ethics and corporate culture, including anti-corruption and anti-bribery;

Amendment

(ii) business ethics and corporate culture, including anti-corruption and anti-bribery and internal arrangements within the undertaking for protecting whistle blowers, animal welfare and combating food waste;

Or. en

Amendment 511
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point ii

Text proposed by the Commission

(ii) business ethics and corporate culture, including anti-corruption and anti-bribery;

Amendment

(ii) assessment of corruption risks,
culture, including anti-corruption and anti-bribery programmes, internal alert-mechanisms;

Amendment 512
Jessica Polfjärd

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – subparagraph 2 – point c – point ii

Text proposed by the Commission

(ii) business ethics and corporate culture, including anti-corruption and anti-bribery;

Amendment

(ii) business ethics, including anti-corruption and anti-bribery;

Or. en

Amendment 513
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point iii

Text proposed by the Commission

(iii) political engagements of the undertaking, including its lobbying activities;

Amendment

(iii) political engagements of the undertaking, including its direct lobbying activities, expenses, and political donations, as well as membership, affiliation or participation of the undertaking to organisations exercising lobbying activities, and funding of think tanks exercising lobbying activities;

Or. en
Amendment 514
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point b – point iii

Text proposed by the Commission

(iii) political engagements of the undertaking, including its lobbying activities;

Amendment

(iii) political engagements of the undertaking, including its lobbying activities and costs, political donations and sponsorships, and policies on revolving doors and conflict of interest;

Or. en

Amendment 515
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point iv

Text proposed by the Commission

(iv) the management and quality of relationships with business partners, including payment practices;

Amendment

(iv) the management and quality of relationships with business partners, including payment and purchasing policies and practices;

Or. en

Amendment 516
Aurore Lalucq

Proposal for a directive
Article 1 – paragraph 1 – point 4
Article 1 paragraph 1 point 4
Article 19b – paragraph 2 – point c – point v
(v) the undertaking’s internal control and risk management systems, including in relation to the undertaking’s reporting process.

(v) the undertaking’s internal control and risk management systems, including in relation to the undertaking’s reporting process and implementation of the due diligence strategy.

Or. en

Amendment 517
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
– paragraph 2 – point c – point v a (new)

Text proposed by the Commission

(va) the social engagement of the undertaking, in particular through involvement of the social partners, trade unions and employee representatives;

Amendment

Or. ro

Amendment 518
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point v a (new)

Text proposed by the Commission

(va) Information on beneficial ownership and organisational structure, including subsidiaries, affiliates, joint ventures and non-fully consolidated holdings,
Amendment 519
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point v a (new)

Text proposed by the Commission

(va) the undertaking’s engagement with civil society and state actors on sustainability matters and related targets, in particular the just transition;

Amendment

Or. en

Amendment 520
Victor Negrescu

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point v b (new)

Text proposed by the Commission

(vb) commitments to supporting lifelong learning, ongoing workplace training and the development of digital skills;

Amendment

Or. ro

Amendment 521
Gabriele Bischoff, Aurore Lalucq, Paul Tang, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel
Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point v b (new)

Text proposed by the Commission

Amendment

(vb) the undertaking’s fair taxation policy, including its policy on the use of tax incentives and third countries to achieve a reduction in tax payments;

Or. en

Amendment 522
Gabriele Bischoff, Aurore Lalucq, Pedro Marques, Victor Negrescu, Jonás Fernández, Evelyn Regner, Joachim Schuster, Marc Angel

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 – point c – point v c (new)

Text proposed by the Commission

Amendment

(vc) the undertaking’s overall business model and strategy in relation to sustainability matters and related targets;

Or. en

Amendment 523
Manon Aubry

Proposal for a directive
Article 1 – paragraph 1 – point 4
Directive 2013/34/EU
Article 19b – paragraph 2 a (new)

Text proposed by the Commission

Amendment

2a. The sustainability reporting standards referred to in paragraph 1 shall include an evaluation mechanism (based on qualitative information and indicators)
which makes the disclosed sustainability information comparable between companies and allows for the quantitative rating of corporate sustainability performance as a base for public procurement, State Aid and other policy measures.