

# Corporate Sustainability Reporting Directive

In order to improve sustainability in the business sector, the European Union has introduced a number of measures, including the Corporate Sustainability Reporting Directive (CSRD).



## What is the CSRD?

The CSRD sets stricter standards for the **disclosure of non-financial information by companies**, with the aim of improving transparency and accountability in relation to their environmental, social and corporate governance impacts.

The **CSRD expands the scope of the existing Non-Financial Reporting Directive** and requires more companies to report on their sustainability performance. In addition to large listed companies, medium-sized and small companies are now also included, as well as some unlisted entities.

## CSRD in logistics

Logistics providers play a crucial role in the supply chain and have a significant impact on areas such as **carbon emissions, natural resource consumption, and employee working conditions**. Therefore, they are under increasing pressure to accurately and fully report on their sustainability performance.

CSRD came into force January 2023, setting different deadlines for its implementation depending on the size and type of company.



## Who is affected by the CSRD?

The CSRD affects more than **49,000 European companies**, including all companies listed on EU regulated markets, large European companies and subsidiaries of non-EU companies operating on their territory, as well as insurance companies and credit institutions, among others. In addition, listed micro-enterprises and unlisted SMEs may choose to comply with its provisions on a voluntary basis.

If your company meets **two of the following criteria**, you will have to report on your CO2 emissions and disclose information on concepts and initiatives by 2025:

- 250 or more employees
- Balance sheet total of over 20 million €
- Turnover of over 40 million €

*Two of these three size characteristics must be exceeded*



## What information needs to be provided?

In addition to the mandatory requirements established by the CSRD Directive, it should be noted that there are a number of new features that also promote greater transparency in sustainability disclosure. As such, companies will be required to provide **sustainability-related information, including:**

- Description of the organization's business model and strategy.
- Sustainability targets set by the company with a time horizon.
- Role of administration, management and supervisory bodies related to sustainability.
- The company's sustainability policies.
- Incentive systems offered to members of administrative, management and supervisory bodies that are linked to sustainability issues.
- Sustainability due diligence procedure.
- List of the main risks related to sustainability

Rhenus can help you get started with your sustainability reporting with CO<sub>2</sub>-Emission reportings and alternative transportation initiatives.

**Read the full article on the CSRD requirements [here](#).**

