

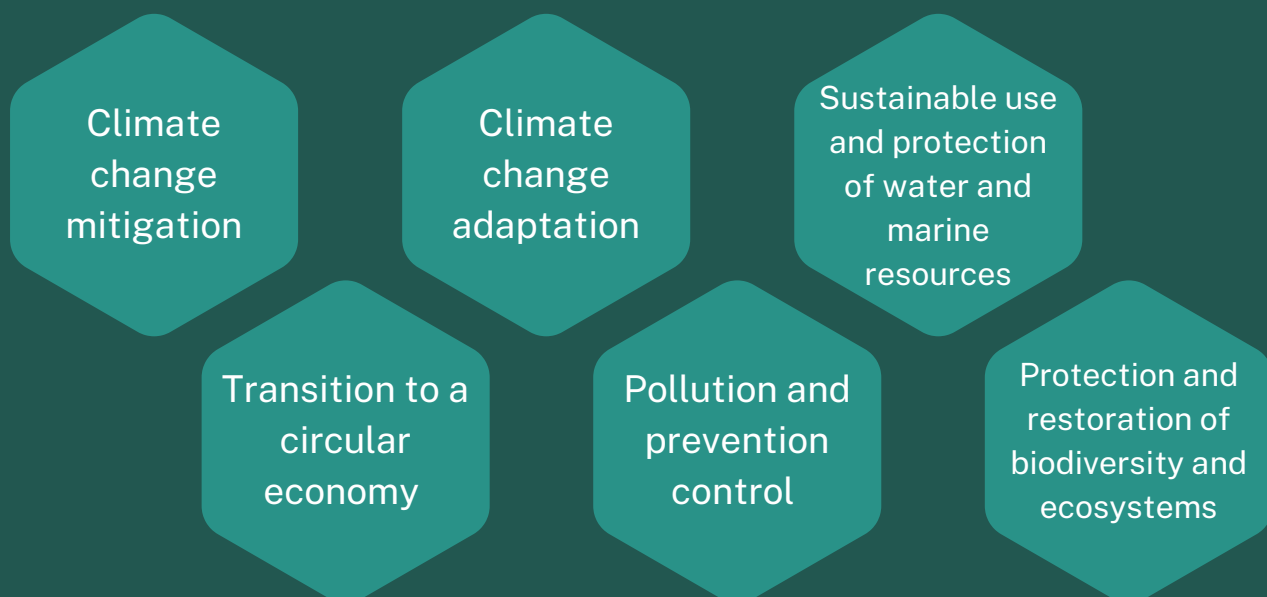
# EU TAXONOMY

## What is it?



The EU taxonomy framework is a classification system that helps companies determine whether their economic activities are sustainable or environmentally friendly. The aim is to promote environmentally friendly business practices, and in turn companies can benefit from higher investments. Companies that fall under the scope of the regulation CSRD have a mandatory obligation to disclose their activities with the criteria set out in the EU taxonomy.

These **6 environmental objectives** will assess what is a sustainable activity:



**2022**

The year that the first non-financial and financial entities report on taxonomy eligibility

**50,000**

companies will need to report on the EU taxonomy under the CSRD regulation

## Criteria to determine sustainable activities



1. The activity must make a significant contribution to **at least one of the six environmental targets**.
2. At the same time, the activity **must not have a negative impact on any of the other five targets**. This is important in order to ensure that by mitigating one environmental problem, a company does not create another.
3. **Comply with the minimum safeguards** relating to fundamental standards regarding human rights and labour policies.
4. Lastly, the activity **must comply with the so called “technical screening criteria”**. This is used to determine the thresholds for an activity to be considered as significantly contributing to a sustainability objective.

[Contact us for more info](#)