

Glimpse into draft ESRS G1

Educational videos on the First set of draft ESRS

Presented by Fredré Ferreira
Senior Technical Manager, EFRAG

*This series of educational videos were recorded
between December 2022 and February 2023.*

Definition: Business conduct/Business conduct matters

Wide range of behaviours that support transparent and sustainable business practices to the benefit of all stakeholders.

- corporate culture;
- management of relationships with suppliers;
- avoiding corruption and bribery;
- engagement by the undertaking to exert its political influence including lobbying;
- protection of whistle-blowers;
- animal welfare; and
- payment practices, specifically with regard to late payment to SMEs.

DR origins and subjects covered

ESRS 2 related DRs

GOV-1 – The role of the AMSBs
IRO-1 – Description of processes to identify and assess material IROs

IRO management

DR 1: Corporate culture and business conduct policies SFDR GRI
DR 2: Management of relationships with suppliers
DR 3: Prevention and detection of corruption bribery GRI

- A description of how business conduct is promoted and integrated into the culture of the undertaking
- Description of how the business conduct culture is translated into clearly defined policies, procedures and objectives
- Including prevention and detection of corruption or bribery (and related training)

Metrics and targets

DR 4: Corruption or bribery events SFDR GRI
DR 5: Political influence and lobbying activities GRI
DR 6: Payment practices ES

Measuring the achievement of policies and objectives in previous DRs

- current legal proceedings (number, inventory, penalties or fines paid)
- political contributions and lobbying activities
- contractual terms of payment practices

Follow us online

EFRAG
Aisbl - ivzw
35 Square de Meeüs
B-1000 Brussel
Tel. +32 (0)2 207 93 00
www.efrag.org



EFRAG is co-funded by the European Union and EEA and EFTA countries. The contents of EFRAG's work and the views and positions expressed are however the sole responsibility of EFRAG and do not necessarily reflect those of the European Union or the Directorate-General for Financial Stability, Financial Services and Capital Markets Union (DG FISMA). Neither the European Union nor DG FISMA can be held responsible for them.