

CORPORATE SUSTAINABILITY REPORTING DIRECTIVE ('CSRD') FOR NON-EU COMPANIES

**INTERNATIONAL SUSTAINABILITY REPORTING BULLETIN 2024/05
UPDATED AS AT 31 JANUARY 2025**



1 CSRD at a Glance

2 What's Required

3 Which non-EU Entities are in Scope and When

4 Further Resources Available

CSRD AT A GLANCE

Executive summary

REGULATIONS

What happened?

- ▶ The new Corporate Sustainability Reporting Directive (CSRD) **has been adopted** by EU Council and **entered into force** in January 2023. The CSRD will now be transposed into each EU Member State's national law.

What does it mean?

- ▶ The CSRD **significantly expands the scope** of **EU and Non-EU companies** that will be required to report under the new Directive, including under the **EU Taxonomy and the European Sustainability Reporting Standards ('ESRSs')**.
- ▶ Disclosure requirements are being developed for the European Commission (EC) by the European Financial Reporting Advisory Group ('EFRAG'). The first batch of draft **ESRSs** were delivered to the EC in November 2022 and are expected to be adopted by June 2023.

DISCLOSURES

ESRS adopted into EU law



12 general standards



82 disclosures



Over 1100 data points

ESRS 2 disclosures mandatory
Others subject to materiality
assessment or optional

ESRS to be developed



42 sector standards
To be phased in
first 8 by June 2026



Exposure drafts in 2024
Listed and unlisted SMEs



Disclosure standards for
some non-EU entities

EU Taxonomy

Article 8 of the Taxonomy Regulation (Taxonomy Regulation) aims to increase transparency in the market and help prevent greenwashing by providing information to investors about the environmental performance of assets and economic activities of financial and non-financial undertakings, by disclosing how and to what extent their activities are associated with environmentally sustainable economic activities. Report eligible/aligned % of:

- ▶ Turnover
- ▶ Capex
- ▶ Opex.

ASSURANCE

MANDATORY ASSURANCE

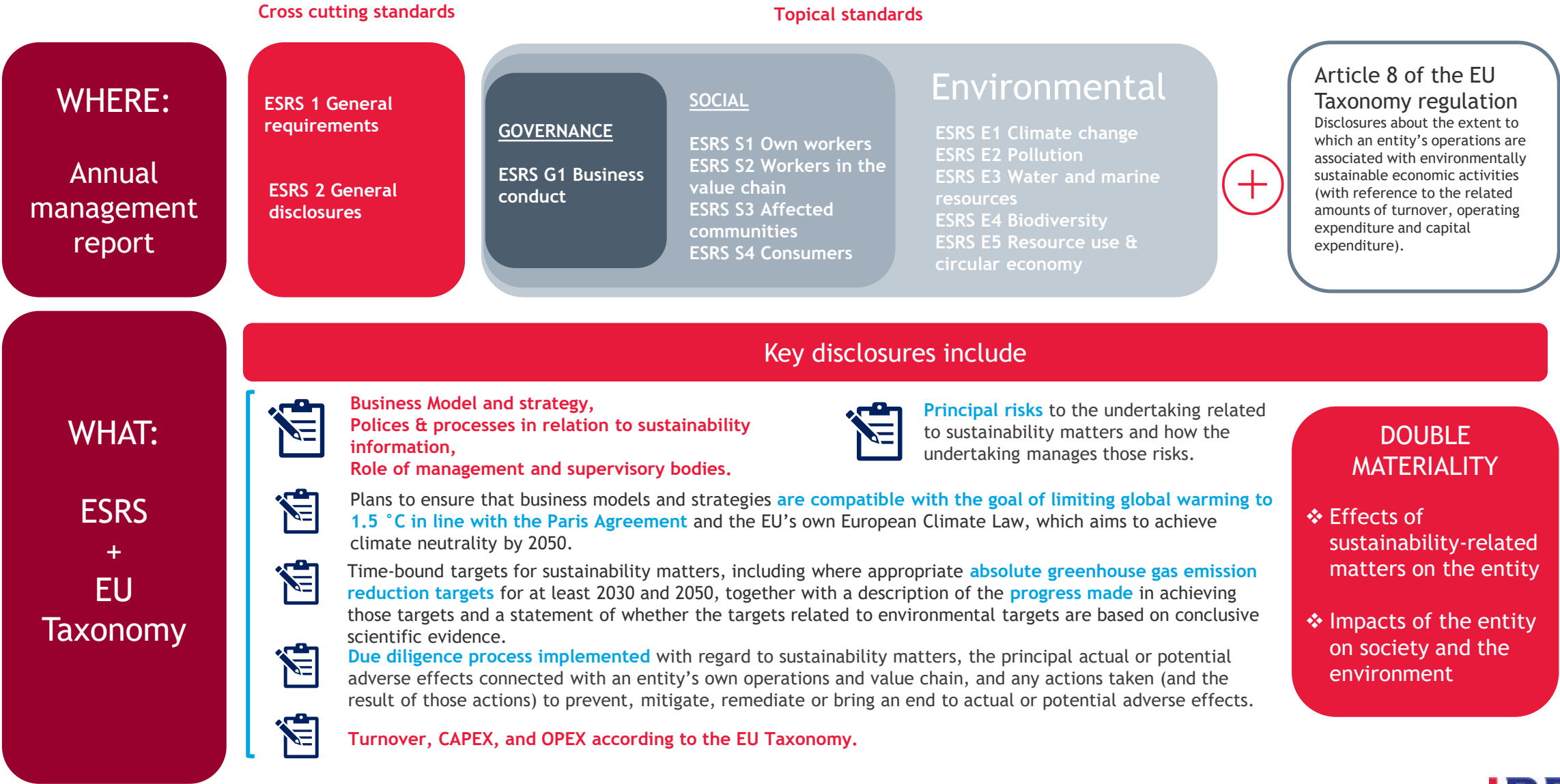
Applies from year of adoption
All entities in scope of CSRD
Assurance from audit firm or
Independent Assurance Service
Provider (Member State option)

ADOPTION OF EU ASSURANCE STANDARDS

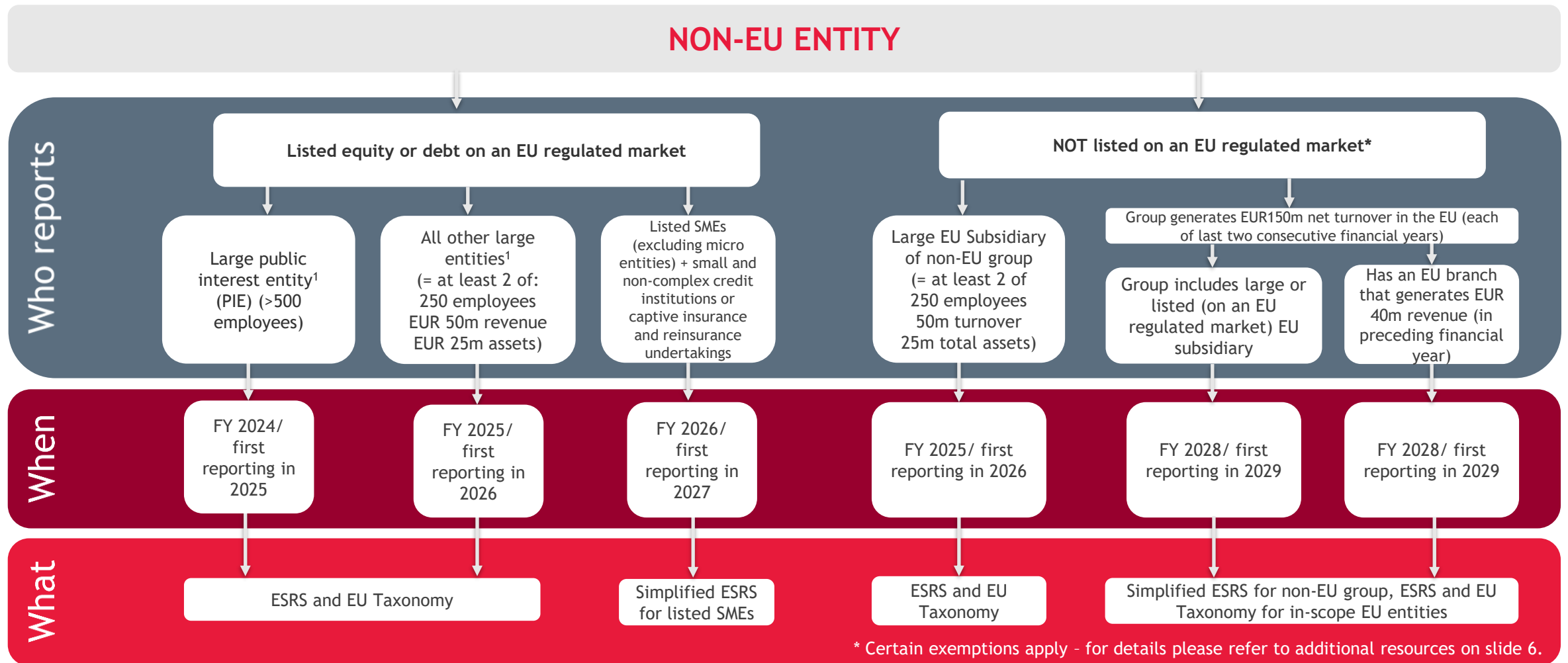
Limited: no later than 2026

Reasonable: no later than 2028

CSRD - WHAT'S REQUIRED



CSRD - WHICH NON-EU ENTITIES ARE IN SCOPE AND WHEN



¹ Entity means a parent of a large group or a large stand-alone undertaking.

SUSTAINABILITY - FURTHER RESOURCES AVAILABLE

Publications include:

- ▶ [Sustainability at a Glance - European Sustainability Reporting Standards \(ESRS\)](#)
- ▶ [31 December 2023 year end and Q1 2024 year-end sustainability reporting updates](#)
- ▶ [EU Reporting: Corporate Sustainability Reporting Directive - summary of scope and requirements](#)
- ▶ [Q1 2024 Sustainability Reporting Jurisdictional Update.](#)



This publication has been carefully prepared, but it has been written in general terms and should be seen as broad guidance only. The publication cannot be relied upon to cover specific situations and you should not act, or refrain from acting, upon the information contained therein without obtaining specific professional advice. Neither BDO IFR Advisory Limited, and/or any other entity of BDO network, nor their respective partners, employees and/or agents accept or assume any liability or duty of care for any loss arising from any action taken or not taken by anyone in reliance on the information in this publication or for any decision based on it.

The BDO network (referred to as the 'BDO network' or the 'Network') is an international network of independent public accounting, tax and advisory firms which are members of BDO International Limited and perform professional services under the name and style of BDO (hereafter 'BDO member firms'). BDO International Limited is a UK company limited by guarantee. It is the governing entity of the BDO network.

Service provision within the BDO network in connection with International Financial Reporting Standards (IFRS) Accounting Standards (comprising IFRS Accounting Standards, International Accounting Standards, and Interpretations developed by the IFRS Interpretations Committee and the former Standing Interpretations Committee), and other documents, as issued by the International Accounting Standards Board, IFRS Sustainability Disclosure Standards as issued by the International Sustainability Standards Board, and European Sustainability Reporting Standards (ESRS) published in the Official Journal of the European Union, is provided by BDO IFR Advisory Limited, a UK registered company limited by guarantee. Service provision within the BDO network is coordinated by Brussels Worldwide Services BV, a limited liability company incorporated in Belgium.

Each of BDO International Limited, Brussels Worldwide Services BV, BDO IFR Advisory Limited and the BDO member firms is a separate legal entity and has no liability for another entity's acts or omissions. Nothing in the arrangements or rules of the BDO network shall constitute or imply an agency relationship or a partnership between BDO International Limited, Brussels Worldwide Services BV, BDO IFR Advisory Limited and/or the BDO member firms. Neither BDO International Limited nor any other central entities of the BDO network provide services to clients.

BDO is the brand name for the BDO network and for each of the BDO member firms.

© 2025 BDO IFR Advisory Limited, a UK registered company limited by guarantee. All rights reserved.

