Civil Society Stakeholder input to the European Commission Roundtable Consultation on Simplification

<u>Subject</u>: Request that the European Commission does not create further confusion and uncertainty through re-opening agreed legislative texts

Dear President Ursula von der Leyen,

Dear Executive Vice-President Stéphane Séjourné,

Dear Commissioner Valdis Dombrovskis,

Please consider this statement as joint input to the European Commission Roundtable Consultations on 'Simplification' due to take place on 5 and 6 February.

We are representing a broad range of stakeholders who have worked for decades in the protection of human rights and the environment, and are now focused on the intended application of key European Union sustainability legislations.

We are deeply concerned by the current direction of policy making within the European Commission, particularly regarding the introduction of measures that can potentially weaken or undermine previously agreed legislation crucial to the EU's sustainability goals.

In particular, we wish to state unequivocally that we firmly oppose any re-opening of previously agreed legislation, such as the Corporate Sustainability Due Diligence Directive¹, at level one. We believe that such a move would risk creating regulatory uncertainty, jeopardising investments already made and necessary future investments, undermining rights of citizens who have been affected by companies' operations, delaying progress, penalising companies that have already invested significantly in compliance, and eroding the trailblazing EU leadership on corporate sustainability standards.

We reaffirm our strong support for focusing on the effective application of the laws through further interpretative measures and guidance, as was foreseen and agreed. We understand that both business and stakeholders need further clarifications on the key provisions of the rules, and we remain committed to working on these both through the planned implementing stages and expected guidance, including with national supervisors, governments, and international platforms.

We also take this opportunity to publicly express our concern regarding the way the "consultations" for this potentially very harmful decision-making process are being conducted. While we note that the Commission has committed to act quickly, we consider that the current approach is not in line with the European Commission's own Better Regulation framework². The current approach, marked by the lack of a thorough impact assessment, absence of evidence, disregard of previous political consensus, and limited transparency and inadequate and business-biased stakeholder inclusion is simply inadequate in view of the nature and potentially far-reaching scope of this Omnibus initiative. This threatens to erode trust in the EU's legislative process and undermine the legitimacy of crucial sustainability measures at a time when inclusive governance is most needed.

Therefore, we reiterate our firm request that the European Commission does not create further confusion and uncertainty through re-opening agreed legislative texts, but instead focuses on practical application through an inclusive and transparent process.

¹ Directive (EU) 2024/1760 of the European Parliament and of the Council of 13 June 2024 on corporate sustainability due diligence and amending Directive (EU) 2019/1937 and Regulation (EU) 2023/2859 (Text with EEA relevance)

² European Commission Better Regulation Toolbox

We would also refer you to the multiple other statements recently published which we urge that you take into consideration:

- Major businesses urge Commission to ensure 'Omnibus' approach will not allow renegotiation of agreed texts, incl. CSDDD
- European NHRIs raise concerns in relation to the European Commission's Omnibus proposal
- Joint statement by over 170 members of civil society, human rights and environmental defenders, trade unions and climate activists on how omnibus proposal will create costly confusion and lower protection for people and the planet
- Over 150 Business & Human Rights experts from legal practice, business, consulting
 & academia voice grave concerns regarding 'Omnibus' proposal
- Multi-stakeholder statement "Smart implementation of EU sustainability reporting standards: make complying with rules easy"
- Open letter to the European Commission: 230 researchers, mainly economists, warn against the Omnibus proposal
- Investors warn Omnibus package could weaken EU sustainability disclosures, harming investment and economic competitiveness
- 400 Chief Sustainability Officers in French Companies ask EU not to water down ESG rules

Signatory organisations (in alphabetical order):

Above Ground (a project of MakeWay, Canada)

Accountability Counsel

ACT Alliance EU

Act Church of Sweden

ActionAid International

ALTSEAN-Burma

AMDH Maroc

Anti Slavery International

Arisa

Asociación por la Paz y los Derechos Humanos Taula per Mèxic

Avocats Sans frontières

Basel 2030

Bir Duino Kyrgyzstan

Broederlijk Delen, Belgium

Bulgarian Foundation for Business and Human Rights

Business & Human Rights Resource Centre

Campagna Abiti Puliti

Campagna Impresa 2030

Canadian Network on Corporate Accountability

Caritas Europa

CCFD-Terre Solidaire

Centro de Investigación y Promoción de los Derechos Humanos, CIPRODEH

Centro de Políticas Públicas y Derechos Humanos (Perú EQUIDAD)

CIDSE

Civil Society Institute - Armenia

Clean Clothes Campaign

ClientEarth

Climate Action Network (CAN) Europe

Climate Alliance Switzerland

ClimateKIC

Coalition for Equality Kyrgyzstan

Collectif Ethique sur l'Étiquette

Conectando Derechos

Coordinadora Estatal de Comercio Justo

Coordination Climate Justice Sociale

CorA-Netzwerk für Unternehmensverantwortung

Corporate Justice Coalition

Covenants Watch

Deutsche Umwelthilfe / Environmental Action Germany

E3G

Earth4All

Earthsight

ECONOMY FOR THE COMMON GOOD

ECOS (Environmental Coalition on Standards)

Educo

Eetti (Pro Ethical Trade Finland)

Entraide & Fraternité

Environmental Defense Fund Europe

Environmental Investigation Agency (EIA)

Estwatch

ETUC

EU LAT Network

Eurogroup for Animals

European Center for Constitutional and Human Rights e.V. (ECCHR)

European Coalition for Corporate Justice

European Environmental Bureau

European Federation of Public Service Unions

FAIR

Fair Finance International

Fair Trade Advocacy Office

FairFin

Fairtrade International

FIAN Belgium

FIAN Germany

FIDH - International Federation for Human Rights

Finanzwende

Finnish League for Human Rights

FOCSIV Italian federation Christian NGOs

Focus Association for Sustainable Development

Fondazione Finanza Etica

Forest Peoples Programme

Forum Fairer Handel

FOS, Belgium

Frank Bold

Fundación Libera contra la Trata de Personas y la Esclavitud en Todas sus Formas

GLOBAL 2000 - Friends of the Earth Austria

Global Witness

Goliathwatch, Germany

GongGam Human Rights Law Foundation

Green REV Institute

Homa - Instituto Brasileiro de Direitos Humanos e Empresas

Human Rights Watch

Informationsstelle Peru e.V.

Initiative Lieferkettengesetz

Initiative pour un devoir de vigilance

Interfaith Center on Corporate Responsibility

International Corporate Accountability Roundtable

International Dalit Solidarity Network

Investor Alliance for Human Rights

Irish Coalition for Business and Human Rights

Justiça Global

La Strada International

La Coordinadora de ONGD (Spain)

La Strada Foundation

Labour Behind the Label

LDH (Ligue des droits de l'Homme)

Liga voor de Rechten van de Mens

Lique Burundaise des droits de l'homme Iteka

L'organisation guinéenne de défense des droits de l'homme et du citoyen OGDH

Mani Tese ETS

Milieudefensie - Friends of the Earth Netherlands

MiningWatch Canada

MOVIMENTO CONSUMATORI APS

MVO Platform

National Trade Union of Self-Employed WBREW

NaZemi, Czechia

NeSoVe - Netzwerk Soziale Verantwortung

Nordic Center for Sustainable Finance

Norwegian Helsinki Committee

Notre Affaire A Tous

Observatorio Ciudadano

Observatorio RSC

OEW-Organisation für Eine solidarische Welt

Open Gate/La Strada

Organisation Nationale des Droits de l'Homme (ONDH)

Oxfam

Partner Suedmexikos e.V.

Peace Brigades International

PIC - Legal Center for the Protection of Human Rights and the Environment

Plataforma por Empresas Responsables

Polish Institute for Human Rights and Business

Positive Money

Proyecto sobre Organización, Desarrollo, Educación e Investigación (PODER)

Rainforest Alliance

Reclaim Finance

Red europea de Comités Oscar Romero (SICSAL)

Regulatory Communication

REVO Prosperidad sostenible

ROBIN WOOD e.V.

Schone Kleren Campagne (Clean Clothes Campaign Netherlands)

SETEM

ShareAction

Sherpa

Solidair met Guatemala

SOMO, Centre for Research on Multinational Corporations

Südwind, Austria

SÜDWIND-Institut, Germany

Sustainable Banking Coalition

Sustainable Finance Lab

Swedish Society for Nature Conservation (SSNC)

Swedwatch

T&E
The Circle
The Good Lobby Italia
The Sunrise Project
Trócaire
Tunisian Association of Democratic Women
Vredesactie
Werkstatt Ökonomie
WeWorld
World Benchmarking Alliance