

ARENDT IS BY YOUR SIDE

ESG compliance check and mock inspection

In today's ESG regulatory landscape, compliance is imperative, not just important. Regulators are increasing their scrutiny, with ESG-focused on-site inspections becoming more frequent worldwide.

However, implementing the many interconnected and fast-evolving ESG regulations into everyday processes is a complex task requiring substantial resources and cross-functional collaboration.

Arendt can help with this: our ESG compliance tool addresses all regulatory expectations, allowing you to focus on your core business and stay on top of ESG matters.

Why step up your ESG compliance?

Regulatory scrutiny:

ESG regulations are becoming more stringent and the number of on-site visits is increasing to monitor compliance efforts.

Navigating regulatory changes:

Compliance frameworks need to be constantly monitored and updated accordingly at all levels to keep up with fast-changing ESG requirements

Meeting investor expectations:

Investors are increasingly knowledgeable about sustainability topics, meaning that neglecting your ESG compliance requirements could result in lost opportunities for capital and diminished trust.

Mitigating risks and enhancing performance:

Mitigating risks and enhancing performance: Incomplete ESG compliance can leave your firm vulnerable to reputational risks and sanctions, potentially impacting your financial stability and long-term success in a market that demands accountability.

What are the challenges?

Regulatory complexity and fragmentation:

Navigating the specific features of diverse and changing EU regulations while striving to remain compliant and anticipate future requirements, even when the practical implications are unclear.

Regulatory expectations:

Increased scrutiny from regulators demands greater transparency and accountability, making it difficult to balance these expectations with daily business operations and objectives.

Integration into business strategy:

Effectively embedding ESG considerations into core business strategies, rather than viewing them as tick-box compliance tasks.

Cost of compliance:

Creating the infrastructure to ensure that all ESG-related obligations are adequately monitored and managed often involves substantial investment in human resources.

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How can Arendt help?

Arendt's bespoke ESG compliance check and mock inspection tool can help with this, offering a comprehensive end-to-end solution that is tailored to each organisation and serves as a baseline for ESG-focused mock inspections. This tool streamlines compliance processes with clear, continuous assessments and scoring of ESG compliance risks. What's more, the ESG compliance check is continually updated with the latest regulatory changes and market intelligence to ensure that organisations are always properly equipped to tackle emerging ESG challenges effectively.

Its main features include:

- **Comprehensive regulatory repository:**

Access an up-to-date database that features all ESG-related EU legislation, regulations and best practices.

- **Practical insights:**

Access practical examples and industry best practices to effectively clarify and address ambiguous requirements.

- **Cross-functional analysis:**

Differentiate regulatory requirements and market best practices applicable to financial product level and entity level, including all business functions, to ensure comprehensive ESG compliance.

- **Regulatory mapping:**

View and filter all requirements specific to your entity and business functions, input compliance measures, assess non-compliance risk and prioritise requirements based on importance.

- **Deadline management:**

Stay ahead of upcoming regulatory deadlines with a detailed deadline tab and another for specific topics.

- **Efficient monitoring:**

Integrate ESG assessment into your internal checks to verify your compliance with ESG regulations and standards while also identifying weaknesses and opportunities for progress in a monitoring report.

- **Expert guidance:**

Take advantage of support from a dedicated team with extensive expertise in ESG compliance.

Why Arendt?

Local:

Arendt's roots make it well versed on Luxembourg market and regulatory expectations.

Multilingual:

In keeping with its roots, Arendt is able to operate in many different languages.

Experienced:

Arendt has extensive knowledge of fund strategies in every asset class.

Knowledgeable:

Building on its expertise, Arendt works continuously to stay up to date on the latest SFDR-related developments and to provide in-depth market insights and knowledge on ESG practices.

Innovative:

Arendt offers a full suite of in-house digital tools that aim to help you with a wide array of burdensome tasks, from the timely management and monitoring of ESG-related requirements to producing heavily formatted documents and assessing ESG risks and performance, etc.



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Contact us

For more information and expert advice, contact us at esg.arc@arendt.com



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