

Understanding ESRS & the LEAP Method: A Simple Guide to Double Materiality



Introduction:

Have you heard about the ESRS and the LEAP method? They might sound complex, but they're really about making businesses better for our planet and people.

The LEAP method has four steps: Locate, Evaluate, Assess, and Prepare & Report. Let's explore these steps in more detail.



Locate:



Finding Where Your Business Interacts with Nature and Society

What to do:

Identify how your business activities and the companies you work with affect the environment, people, and society, these are Environmental, Social, & Governance factors.

Steps:

1

Map Your Business:

List all the activities your business does, like manufacturing, providing services, or office tasks.



2

Examine Your Supply Chain:

Consider the companies that supply you with materials or services and their role in your business.



3

Identify key areas: Spot places where your business activities intersect with environmental, social & governance issues, like energy usage, worker treatment, or the local community.



Evaluate:



Understanding Your Business's Impact

What to do:

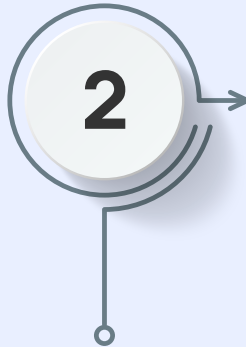
Learn how your business can affect or rely on these interactions identified. This is through understanding your business impact.

Steps:



Collect Information:

Gather data about how your business impacts these areas



Identify Risks:

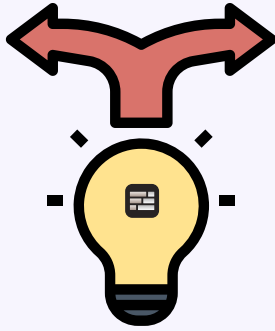
Look for any potential problems or dependencies in these areas.



Engage with Stakeholders:

Ask different groups like employees, customers, and local communities for their views on these impacts.

Assess:



Organizing Risks and Opportunities

What to do:

Determine which risks and improvement opportunities are most important.

Steps:

Spot Opportunities:

Look for ways to improve, such as using resources more efficiently or adopting eco-friendly practices.



Categorize Risks:

Sort risks into categories like regulations, legal issues, market changes, and reputation.

Prioritize:

Choose which risks and opportunities to focus on based on their significance and your ability to address them.

Prepare & Report:



Documenting and Sharing Your Findings

What to do:

Compile your findings into a report and share your future plans.

Steps:

01

Document Your Findings:

Create a report detailing what you discovered and your action plans.

Align with Standards:

Ensure your report is consistent with ESRS and other relevant guidelines.

02

03

Commit to Transparency:

Demonstrate your dedication to being transparent and responsible in your business operations.

Want To Discuss More?

Contact us

abbey@fortifai.co
en@fortifai.co

+47 40639204
+47 408 96 136

 fortifai
 www.fortifai.co