# Craft

SOLUTION BRIFF

# Environmental and Social Governance (ESG) Risk



Maintain compliance and protect against unethical and unsustainable practices across your supply chain by relying on timely, accurate ESG data about your vendors.

# Challenges with measuring and reporting on ESG

Increased regulation is making ESG reporting and compliance more critical than ever. The lack of standardized metrics, inaccuracies in self-reported data, and the prevalence of greenwashing make it challenging for organizations to obtain reliable information.

Craft addresses these challenges by providing timely, accurate ESG reporting, coupled with complete visibility into your second- and third-tier suppliers, enabling you to make informed decisions that align ethical and sustainable practices across your entire supply chain.

# Compliance and regulation

Regulation is rapidly increasing worldwide to reduce climate impact, improve diversity, and mandate ethical business conduct. Examples of recent ESG regulatory initiatives include:

- European Union: SFDR, EU Taxonomy, CSRD, Supply Chain Directive, German Supply Chain Act
- United States: Climate Related Disclosures, Nasdaq Board Diversity Listing, Pension changes to allow ESG investments, Corporate Governance Improvement and Investor Protection Act

Uncover hidden risk in your supplier network

70%

of a company's GHG emissions can come from their supply chain, but most companies lack visibility into this data.

# Craft helps you

#### Safeguard your reputation

by protecting your organization from unseen supplier risks

Remain in compliance by monitoring your multi-tier suppliers for ethical breaches and regulatory violations

#### Protect your bottom line by proactively mitigating risk and disruptions

Solution Brief: Environmental and Social Governance (ESG) Risk

#### Craft's Solution for ESG

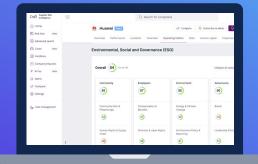
Craft offers one easy-to-use platform for identifying and monitoring risk, and optimizing supply chain strategies for the entire suite of risk categories including: financial, ESG, geopolitical, cybersecurity, compliance and regulatory, and operational risk.

#### CRAFT ENABLES YOU TO:

- Proactively mitigate risks with alerts and notifications customized to those factors most critical to your business
- Focus on the types of alerts that matter most, and reduce time-to-action when intervention is necessary
- Monitor suppliers and collaborate across your organization in one centralized, easy-to-use
  SaaS platform

#### DATA TRACKED INCLUDES:

- ESG scores and sub-scores
- Diversity Certifications
- UFLPA alerts
- Court cases
- Operating and sustainability metrics
- Sanctions
- Regulatory and legal issues



# Craft, the intelligent supply chain resilience platform

Sense risk faster | Protect against disruptions | Accelerate business growth



SUPPLIER INTELLIGENCE

Evaluate suppliers in minutes instead of weeks with reliable and comprehensive data



SUPPLIER RISK MANAGEMENT

Continuously monitor and mitigate potential threats and disruptions to your supply chain with Al-driven insights, prioritized alerts, and seamless collaboration tools



SUPPLY CHAIN RISK MANAGEMENT

Proactively prevent supply chain disruption with multi-tier supplier visibility and intelligence, customizable alerts, impact analysis, and integrated collaboration tools

### Ready to learn more?

Schedule a personalized risk assessment session with our team to learn more about Craft.

Get Risk Assessment

Craft