

Are you ready to comply with the EUDR?

What is EUDR?

The European Union Deforestation Regulation (EUDR) requires that companies ensure products on or exported from the EU are deforestation-free, not linked to forest degradation and legally produced.

What is the goal of EUDR?

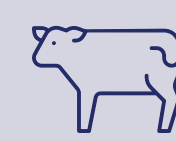
- To limit the EU market's impact on global deforestation/ forest degradation and biodiversity loss
- To promote deforestation-free supply chains
- To reduce the EU's contribution to greenhouse gas (GHG) emissions
- To protect human rights and the rights of indigenous people.

PRODUCTS IMPACTED BY EUDR

Palm Oil



Cattle



Rubber



Cocoa



Soy



Coffee



Timber



(as well as any derived products)

EUDR due diligence requirements



Collect **detailed documentation** of adherence to the country of production's laws that demonstrates product compliance.



Perform a **risk assessment** of each product to assess the risk of non-compliance.



Mitigate risks by adopting measures and **procedures** to address potentially non-compliant products.

Penalties of non-compliance with the EUDR

Non-compliance with EUDR carries significant risks for businesses.



Fines corresponding to the extent of environmental damage and the value of non-compliant items, with a **maximum of up to 4% of the company's EU turnover** from the previous year.



Confiscation of the non-compliant products and/or the revenue they generated.



Temporary **exclusion from public procurement processes and public funding**.



Temporary **prohibition from selling or exporting** these items in the EU.

EUDR compliance timeline

December 30, 2025
EUDR application officially begins for large companies.

June 30, 2026
EUDR application officially begins for small and microenterprises.

2028
A regulatory review is planned and has the potential to bring substantial changes and scope expansions to the EUDR.

How Sphera helps you comply in 5 steps

- 1. Gap and supplier risk assessment:**
Conduct product gap assessment against EUDR compliance and verify suppliers' compliance readiness.
- 2. Automated due diligence:**
Automate the data collection and validation process, so you can confidently document compliance for each shipment.
- 3. Supplier engagement at scale:**
Streamline supplier data collection with tools to engage and monitor compliance from all your suppliers.
- 4. Submission-ready reporting:**
Generate EUDR-ready reports in a fraction of the time and integrate seamlessly with EU submission portals.
- 5. Continuous expert support:**
Leverage our team of Compliance Consultant experts who stay on top of evolving regulations so you're always prepared..

How to Prepare for EUDR Requirements

Combining software and consulting services, Sphera's Supply Chain Transparency solution offers tools that can help you:

- ✓ Assess current supplier compliance readiness.
- ✓ Identify suppliers that present compliance risks.
- ✓ Engage those supplies to remediate issues ahead of EUDR enforcement.

Time is running out for EUDR compliance

Sphera can help

For decades, Sphera has helped industry leaders worldwide maintain their ESG performance and manage supply chain risks. Discover more about our comprehensive Supply Chain Transparency solutions and how they can equip your business for compliance with EUDR.

FIND OUT MORE

