

11 December 2023

ESMA Explanatory notes in relation to the Sustainable Finance Framework

The Authority would like to draw your attention that the European Securities and Markets Authority (ESMA) published three explanatory notes ([here](#), [here](#), and [here](#)) in relation to key issues in the Sustainable Finance framework.

The three notes cover: (i) definition of sustainable investments, (ii) application of “do no significant harm” requirements, and (iii) the use of estimates. ESMA aims to detail information on the three concepts to provide aid to stakeholders when navigating the SF legislative framework.

The main objective of the notes is to serve as an aide for stakeholders in navigating and understanding the framework in relation to Taxonomy Regulation and the Sustainable Finance Disclosures Regulation.