Priorities
Sustainable Finance Roadmap 2022 - 2024

PRIORITY 1
Tackling greenwashing and promoting transparency

PRIORITY 2
Building NCAs' and ESMA's capacities

PRIORITY 3
Monitoring, assessing and analysing ESG markets and risks
The combination of growing demand for ESG investments and rapidly evolving markets creates room for greenwashing.

Greenwashing takes various forms, has different causes and has potential to detrimentally impact investors looking to make sustainable investments.

Investigating this issue, defining its fundamental features and addressing it with coordinated action across multiple sectors, finding common solutions in the EU, will be key to safeguarding investors.
The growing importance of sustainable finance requires NCAs and ESMA to further develop skills beyond their traditional areas of focus to understand and address the supervisory implications of new regulation and of novel market practices.

ESMA will help build its, and NCAs’, capacity on sustainable finance through a multi-year training programme facilitating the active sharing of supervisory experiences among NCAs.

These efforts will also contribute to creating effective and consistent supervision in the area of sustainable finance.
PRIORITY 3

Monitoring, assessing and analysing ESG markets and risks

Investor protection and financial markets stability require close monitoring of emerging **trends, risks and vulnerabilities**

ESMA will leverage on its **data-analysis capabilities** to support its, and NCAs’, **supervisory work** and to promote a convergent approach among NCAs

ESMA will undertake specific **activities**

- climate scenario analysis for investment funds
- CCP stress testing
- common methodologies for risk analysis with other public bodies