



EUDR-aligned Indicators

Indicators harmonised with the European Union
Deforestation Regulation

Preferred by Nature Certification

EUDR-aligned Indicators Preferred by Nature Certification	
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Sustainability Framework for EUDR

The [EU Deforestation Regulation](#) (EUDR)¹ requires that commodities and products included in its scope are produced in **compliance with the relevant legislation** of the country of production and that they are **deforestation-free** (they were produced on land that has not been subject to deforestation after 31 December 2020). For wood and products derived from wood, in addition to the above deforestation requirement, the wood must also have been harvested without inducing forest degradation after 31 December 2020.

To address these requirements, for agricultural commodities and wood products respectively, we have benchmarked the 159 indicators included in our Sustainability Framework with the requirements of the new legislation and selected **46 that can be used for EUDR-aligned verification at the forest or farm level**.

This selection of indicators can serve as a tool to help businesses to **meet the obligations** imposed by the new law and help farmers and foresters identify pathways to producing legal and deforestation-free products.

The Sustainability Framework is **flexible in application** and can be used for different commodities and different levels of risk. The 46 EUDR-aligned indicators can be used for the verification of forest and farm management, but also by processors, traders, retailers and others to implement a due diligence programme for sustainable sourcing throughout their supply chains for the chosen product scope. For more information related to implementing a due diligence system, please refer to the [Supplier Management and Due Diligence Requirements \(PBN-03\)](#).

Organisations certified by Preferred by Nature to address all the Framework's EUDR-related requirements will be eligible to **make claims** that they have been certified against the Sustainability Framework indicators, designated as the Regulatory Scope indicators.

For more information related to the allowed claims, please refer to the [Chain of Custody and Traceability Standard \(PBN-05\)](#).



¹ Regulation (EU) 2023/1115 of the European Parliament and of the Council of 31 May 2023 on the making available on the Union market and the export from the Union of certain

commodities and products associated with deforestation and forest degradation and repealing Regulation (EU) No 995/2010

Related standards

In combination with the Sustainability Framework's requirements for implementing sustainability commitments in land use operations and processing facilities, the following normative requirements are available applicable to organisations using the Sustainability Framework:

PBN-01 Sustainability Framework. The Framework contains the requirements applicable to producers working on land use level (land managers), processors and manufacturers. For some products, a product- or sector-specific adaptation of the framework may be applicable.

PBN-02 System Requirements. This Standard applies to all Preferred by Nature certified operations. It contains generic quality system requirements.

PBN -03 Supplier Management and Due Diligence Requirements. This Standard contains requirements for companies sourcing commodities through a supply chain; these may include manufacturers, traders and retailers. The Standard sets out requirements systems to ensure supply chain management and for conducting due diligence for sourcing and meeting sustainability commitments.

PBN-04 Preferred by Nature Seal Use Policy. This document regulates the requirements and conditions for the use of the Preferred by Nature Hummingbird Seal.

PBN-05 Chain of Custody and Traceability Standard. This Standard contains requirements for the chain of custody models and traceability systems used to manage claims and trace products in the supply chain.

PBN-09 Terms & Definitions. This Standard contains terms and definitions used in the Preferred by Nature Certification programme.



EU Deforestation Regulation-specific indicators

Under the EUDR, mandatory due diligence rules apply to all Operators that place relevant products on the European Union market or export them from the EU market. Only products that are both **deforestation-free** and **legally produced or harvested according to the relevant legislation of the country of production** will be allowed to be placed on the European Union market or exported from it.

Relevant legislation of the country of production means the applicable laws concerning the legal status of the area of production in terms of:



Land use rights



Labour rights



Environmental protection



Human rights protected under international law



Forest-related regulations



Principle of Free, Prior and Informed Consent (FPIC), including as per United Nations Declaration on the Rights of Indigenous Peoples (UNDRIP)



Third parties' rights



Tax, anti-corruption, relevant trade and customs regulations

The indicators listed on the following pages have been selected from Preferred by Nature's [Sustainability Framework](#) to align with both the requirements relevant to **deforestation** and **forest degradation**, as well as those which describe the relevant **legislation of the country of production**.

Two additional indicators were selected, as they align with the requirement of the regulation for Operators to take into account specific criteria during risk assessments relevant to the conditions of Article 3.

Indicators marked with



refer to the **EU Deforestation Regulation** and are relevant to the **agriculture** sector.

Indicators marked with



refer to the **EU Deforestation Regulation** and are relevant to the **forestry** sector.

References to the EU Deforestation Regulation articles, in the column to the right of the indicators, are marked with the EU flag:



'Deforestation-free' relevant indicators



Deforestation and forest degradation

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products are **deforestation-free**, as per i) Article 3; ii) Article 2, including the definition of **deforestation-free** (13), **deforestation** (3), **forest degradation** (7) and associated definitions; iii) Recitals (37) and (39).



Principle 3. Nature and the environment are protected.

Criterion 3.1 Forests and other ecosystems are not *converted*.

3.1.1 Forests are not converted to <i>Agriculture</i> after 31 December 2020.	 Art. 2 (3) (4) (5) (6) (13a)	
3.1.2 <i>Primary Forest</i> is not degraded or converted to <i>Plantation Forest</i> , <i>Other Planted Forest</i> or <i>Other Wooded Land</i> after 31 December 2020.	 Art. 2 (7) (8) (10) (11) (12) (13b)	
3.1.3 <i>Naturally Regenerating Forest</i> is not degraded or converted to <i>Plantation Forest</i> or <i>Other Wooded Land</i> after 31 December 2020.	 Art. 2 (7) (9) (10) (11) (12) (13b)	

Principle 4. Climate impacts are reduced and mitigated.

Criterion 4.1 Greenhouse gas emissions are reduced.

4.1.2 Animal feed shall be from sources that do not contribute to deforestation.	 Art. 2 (13a)	
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Legality relevant indicators



Land use rights

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **land use rights**, as per Article 3 and the relevant applicable laws defined in Article 2 (40).

Principle 1. Management and business practices are responsible.







Criterion 1.1 Land tenure and management rights are secure.		
1.1.1 Land tenure rights are secure and registered according to legal requirements. ²	 Art. 2 (40a)	
1.1.2 Land management rights are in place and registered according to legal requirements.	 Art. 2 (40a)	
Criterion 1.2 Management planning and operations are conducted responsibly.		
1.2.1 Legal requirements for land use and management planning are complied with.	 Art. 2 (40a)	
1.2.4 Legal requirements related to the disclosure of information are complied with.	 Art. 2 (40a)	



Environmental protection

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **environmental protection**, as per Article 3 and the relevant applicable laws defined in Article 2 (40).

Principle 3. Nature and the environment are protected.

Criterion 3.3 Ecosystems and biodiversity values are identified and protected.		
3.3.1 Legal requirements related to biodiversity conservation, protected sites and the protection of endangered or protected species are complied with.	 Art. 2 (40b)	
3.3.6 Legal requirements relating to the harvesting, collection and trade of CITES species are complied with.	 Art. 2 (40b)	
Criterion 3.4 Chemicals are used responsibly with minimal negative impacts.		
3.4.1 Legal requirements for chemical use and storage are complied with.	 Art. 2 (40b)	

² When implementing this requirement, we acknowledge the difficulties that smallholders, indigenous groups or small communities in certain countries may encounter when attempting to access a formal land title registration process. In some cases, there may also be limited capacity or systems in place from the public authorities' side, to allow completion of the land title registration process. This requirement will be interpreted to ensure that formal and gazetted rights are in place whenever possible and feasible, but also to enable smallholders to use this framework in the above-mentioned cases. It shall always be ensured that the landowner operates in a way that is recognised by the public authorities, including payment of any applicable fees or taxes as well as recognised legal sale of any products from the land.





Criterion 3.5 Waste is reduced and managed responsibly.		
3.5.1 Legal requirements relating to waste management are complied with.	 Art. 2 (40b)	
Criterion 3.7 Water resources are protected and used efficiently.		
3.7.1 Legal requirements for using and protecting surface and groundwater are complied with.	 Art. 2 (40b)	
Criterion 3.8 Soil is conserved and managed appropriately.		
3.8.1 Legal requirements related to soil management are complied with.	 Art. 2 (40b)	





Forest-related regulations

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **forest-related regulations**, including forest management and biodiversity conservation, where directly related to wood harvesting, as per Article 3 and the relevant applicable laws defined in Article 2 (40).

Principle 1. Management and business practices are responsible.

Criterion 1.2 Management planning and operations are conducted responsibly.		
1.2.2 Legal requirements for management and operational activities are complied with.	 Art. 2 (40c)	
1.2.3 Legal harvesting or production requirements are complied with.	 Art. 2 (40c)	

Principle 3. Nature and the environment are protected.





Criterion 3.2 Natural forests and other ecosystems are not degraded.		
3.2.1 Legal requirements relating to management and harvesting activities in <i>Forests</i> are complied with.	 Art. 2 (40c)	







Third parties' rights

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **third parties' rights**, as per i) Article 3; ii) relevant applicable laws defined in Article 2, (40); iii) Article 10 (2c and 2d).

Principle 2. People's well-being and human rights are respected.

Criterion 2.10 The rights of <i>Indigenous Peoples</i> are known and respected.		
2.10.1 <i>Indigenous Peoples</i> potentially affected by the organisation's activities are identified.	 Art. 2 (40d) Art. 10 (2c)	
2.10.3 Legal requirements related to: i) The rights of <i>Indigenous Peoples</i> ...	 Art. 2 (40d)	



















2.10.5	Interaction with <i>Indigenous Peoples</i> is conducted in a respectful and culturally appropriate manner.	 Art. 2 (40d) Art. 10 (2d)	
Criterion 2.11 <i>Communities</i> are supported and their rights are respected.			
2.11.2	Legally recognised customary and community rights are identified and respected.	 Art. 2 (40d)	



Labour rights

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **labour rights**, as per Article 3 and the relevant applicable laws defined in Article 2 (40).





Principle 2. People's well-being and human rights are respected.

Criterion 2.2 Child labour is not present and employment of young workers is responsibly managed.			
2.2.1	Legal requirements related to <i>child labour</i> and employment of young workers are complied with.	 Art. 2 (40e)	
Criterion 2.3 Modern slavery, forced or compulsory labour do not occur.			
2.3.1	Legal requirements related to <i>modern slavery</i> , including forced and prison labour, are complied with.	 Art. 2 (40e)	
Criterion 2.4 Workers' rights are respected.			
2.4.1	Legal requirements related to Freedom of Association, the Right to Organise and the Right to Collective Bargaining are respected.	 Art. 2 (40e)	
2.4.3	Legal requirements related to working hours, overtime, rest time and time off are complied with.	 Art. 2 (40e)	
2.4.8	Legal requirements related to recruitment and employment of workers are complied with.	 Art. 2 (40e)	
Criterion 2.5 Discrimination³ does not occur.			
2.5.1	Legal requirements related to discrimination are complied with.	 Art. 2 (40e)	
Criterion 2.6 Workers are remunerated in a responsible⁴ manner.			
2.6.1	Legal requirements related to workers' wages and other payments, such as social insurance, are complied with.	 Art. 2 (40e)	
Criterion 2.7 Facilities, operations and activities are safe.			
2.7.1	Legal requirements related to workplace health and safety are complied with.	 Art. 2 (40e)	
Criterion 2.8 Employer-provided accommodation is safe and hygienic.			
2.8.1	Legal requirements for employer-provided worker accommodation are complied with.	 Art. 2 (40e)	

³ ILO [Discrimination \(Employment and Occupation\) Convention](#), 1958 (No. 111)

⁴ OECD [Due Diligence Guidance for Responsible Supply Chains in the Garment and Footwear Sector](#)

Criterion 2.9 Gender equality is maintained and protected.⁵



2.9.1 Legal requirements related to gender equality in the workplace are complied with. ⁶	 Art. 2 (40e)	
2.9.4 Legal requirements related to maternity and paternity leave are complied with.	 Art. 2 (40e)	

Human rights

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **human rights protected under international law**, as per Article 3 and the relevant applicable laws defined in Article 2 (40).

Principle 2. People's well-being and human rights are respected.

Criterion 2.1 Human rights are respected.



2.1.1 <i>Human rights</i> are respected as required by international and national law.	 Art. 2 (40f)	
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The Principle of FPIC (Free, Prior and Informed Consent)

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **the principle of Free, Prior and Informed Consent**, including as set out in the **United Nations Declaration on the Rights of Indigenous Peoples**, as per Article 3 and the relevant applicable laws defined in Article 2 (40).

Principle 2. People's well-being and human rights are respected.

Criterion 2.10 The rights of *Indigenous Peoples* are known and respected.

2.10.3 Legal requirements related to: ... ii) The principles of Free, Prior and Informed Consent (FPIC), including as set out in the UN Declaration on the Rights of Indigenous Peoples are followed.	 Art. 2 (40g)	
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Tax, anti-corruption, trade and customs regulations

Together, the Indicators below cover the requirement in the regulation to ensure commodities or products have been produced in accordance with the relevant legislation of the country of production in relation to **tax, anti-corruption, trade and customs regulations**, as per i) Article 3; ii) relevant applicable laws defined in Article 2 (40) and iii) Article 10 (2h).

⁵ ILO, C111 - Discrimination (Employment and Occupation) Convention, 1958 (No. 111)

⁶ Accountability Framework, Core Principles, 2



Principle 1. Management and business practices are responsible.

Criterion 1.3 Taxes and fees are paid.		
1.3.1 Legal requirements for payment of royalties, land/area taxes and fees are complied with.	 Art. 2 (40h)	
1.3.2 Legal requirements for payment of value-added taxes and/or other sales taxes are complied with.	 Art. 2 (40h)	
1.3.3 Legal requirements for payment of corporate taxes are complied with, including profit taxes.	 Art. 2 (40h)	
1.3.4 Legal requirements for payment of trade and/or export taxes and fees are complied with.	 Art. 2 (40h)	
Criterion 1.4 Corruption, fraud and conflict of interest are avoided.		
1.4.1 Legal requirements relating to corruption - including bribery, fraud and conflict of interest are complied with.	 Art. 2 (40h)	
Criterion 1.5 Trade and procurement are responsible.		
1.5.1 Legal requirements relating to trade and transport of products are complied with.	 Art. 2 (40h)	
1.5.2 Legal requirements related to applicable trade restrictions and sanctions are complied with.	 Art. 2 (40h) Art. 10 (2h)	
1.5.3 Legal requirements relating to the classification of products are complied with.	 Art. 2 (40h)	
1.5.4 Legal requirements relating to export and/or import are complied with.	 Art. 2 (40h)	
1.5.5 Legal requirements relating to offshore trading and transfer pricing are complied with.	 Art. 2 (40h)	
1.5.6 Legal requirements relating to due diligence or due care are complied with.	 Art. 2 (40h)	



Additional indicators

The indicators below, aligned with Article 10 (2h), cover some specific criteria that Operators are required to take into account during risk assessments to ensure that all conditions of Article 3 are fulfilled. The indicators support the requirement in the regulation that commodities or products are **deforestation-free** and have been **produced in accordance with the relevant legislation of the country of production**, as per Article 3 and Article 2 (40), respectively.

Principle 1. Management and business practices are responsible.

Criterion 1.4 Corruption, fraud and conflict of interest are avoided.		
1.4.4 Data and document falsification do not occur.	 Art. 10 (2h)	

Principle 2. People's well-being and human rights are respected.

Criterion 2.1 Human rights are respected.		
2.1.2 Harvest or trade-in products do not contribute to a violation of international human rights or armed conflicts.	 Art 10 (2h)	



Preferred by Nature is an international non-profit organisation working to support better land management and business practices that benefit people, nature and the climate. We do this through a unique combination of sustainability certification services, projects supporting awareness raising, and capacity building.

For 30 years, we have worked to develop practical solutions to drive positive impacts in production landscapes and supply chains in 100+ countries. We focus on land use, primarily through forest, agriculture and climate impact commodities, and related sectors such as tourism and conservation.

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