

**Abstract:**

Industrial enterprises are among the most influential enterprises on society and the environment, through their activities that can leave many environmental impacts such as air, water and soil pollution, and from here the environmental responsibility appeared in order to motivate these enterprises to compensate or reduce all damages to the environment in accordance with laws and legislation. In most cases, this compensation is material, and for this our study aims to clarify how to determine the environmental costs in industrial enterprises and the extent of the impact of these costs on the investment decisions that can be taken, by posing the following problem:

**To what extent are the industrial establishments adhering to the measurement and accounting disclosure of environmental costs? How do these costs affect investment decision-making?**

This topic was chosen due to the importance of environmental accounting in protecting and preserving the environment by bearing all costs necessary to reduce or limit damage to the environment.

In order to address the problem at hand, the descriptive method was used in the theoretical study in order to describe the variables of the topic, As for the applied study, the analytical method was used to analyze the study data. Observation has also been relied upon as a research tool that enables us to determine all environmental costs incurred by the enterprise, although they are not disclosed in the financial statements of the enterprise as environmental costs, as they are classified as expenses or services provided by another enterprises.

The study reached a number of results, the most prominent of which is that the environmental performance of Soidal Corporation has improved in the last year, and the reason is due to the corporation's initiative to burn hazardous waste and dispose of it after collecting a small amount, unlike previous years in which the establishment stored a large amount of industrial waste and this contributed. In the decrease in the environmental costs of the organization, the higher the quality of environmental performance, the lower the environmental costs.

It was also emphasized that the relationship between environmental costs and investment decisions in the corporation through studying the status of investments in the corporation, as investments rose in the corporation after its environmental costs decreased, that is, the lower the environmental costs, the greater the investment opportunities.

**key words:**

Environmental costs, accounting measurement, accounting disclosure, environmental accounting, investment decision