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**Intergovernmental Working Group of Experts on International  
Standards of Accounting and Reporting  
(ISAR)**

**39<sup>th</sup> SESSION  
1 – 3 November 2022**

Tuesday, 1 November 2022

**Agenda item 3. Good practices in and approaches to the  
practical implementation of sustainability reporting  
requirements**

Presented by

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**Better information for  
better decisions:**  
An update from the  
International Sustainability  
Standards Board



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## ISSB objectives



Develop standards for global baseline of sustainability disclosures, and a digital taxonomy to enable electronic tagging of information



Meet information needs of investors



Enable companies to provide comprehensive sustainability information to global capital markets



Facilitate addition of disclosures that are jurisdiction-specific / aimed at broader stakeholder groups

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# Comprehensive global baseline

- Possible additional requirements mandated by jurisdictions
- Voluntary standards adopted to meet broader multi-stakeholder needs (e.g., GRI Standards)

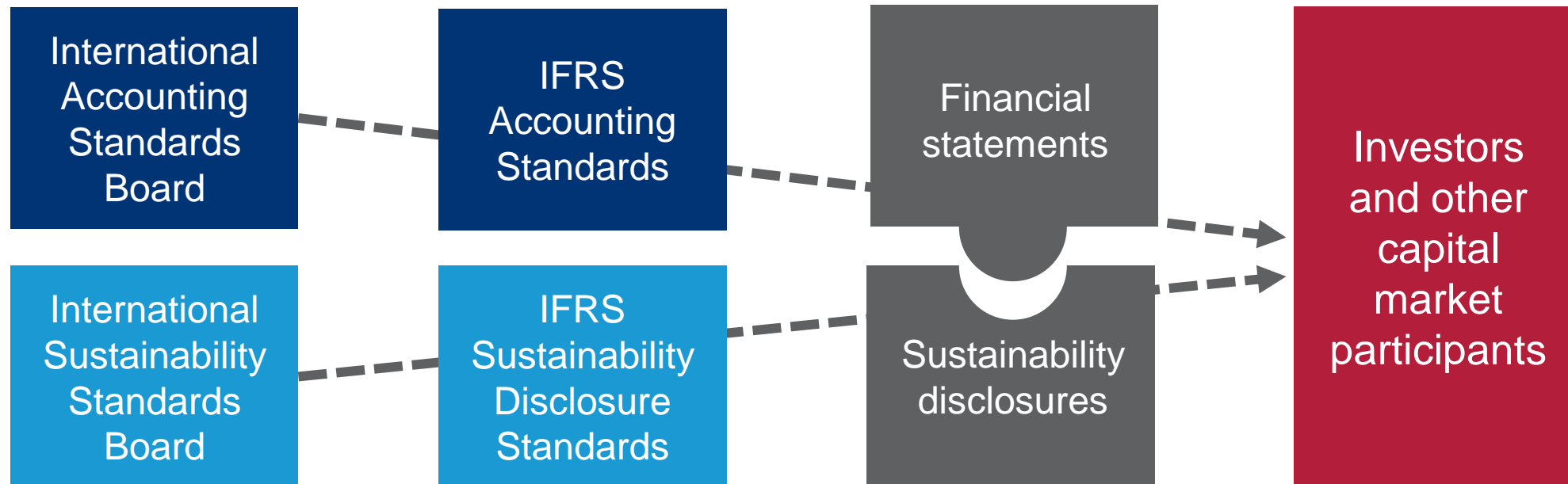


**BASELINE:**

## IFRS Sustainability Disclosure Standards

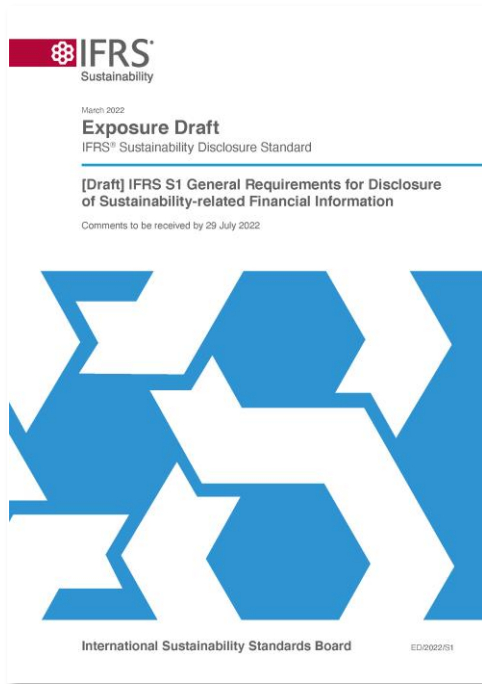
- Act as a comprehensive foundation
- Common language to deliver comparable, consistent disclosures
- For global capital markets, meeting investor needs globally

## Designed for communication to investors



Connectivity supported through the principles of integrated reporting.

# Proposed Standards:



IFRS S1 General Requirements Standard



IFRS S2 Climate-related Disclosures Standard

# Widespread interest



1,400+ responses overall



400+ outreach events during consultation period



Feedback from wide range of stakeholder groups



Wide geographic spread

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# Summary of feedback



**High level of interest** and market engagement globally



**Meeting the timeline** to publish the exposure drafts in 2022 was positively received



Positive reception that the ISSB is **building upon** the existing body of sustainability-related financial reporting initiatives

## Strong support for the ISSB's overall aim

- To develop a comprehensive global baseline of sustainability-related financial disclosures for capital markets

## Continue to move at pace to issue the first standards

- Whilst emphasising the importance of timeliness and quality

## Scalability of the proposals

- Questions about the application by smaller companies and those in emerging markets. Actively seeking feedback on this

## Continue to work with jurisdictions

- To address differences in concepts, terminologies and definitions with jurisdictional proposals

## Industry-based requirements

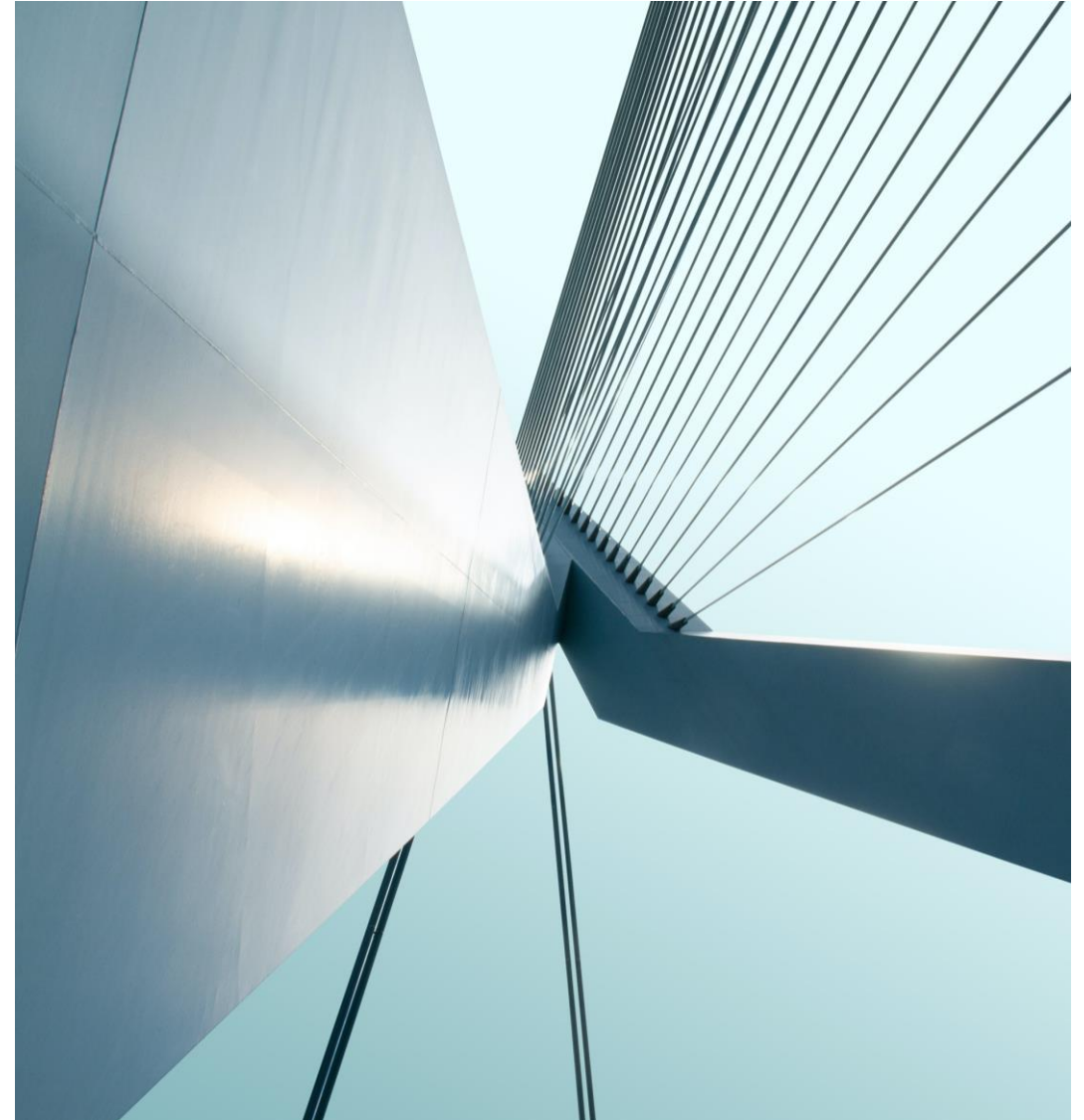
- Difference of opinions regarding the industry-based requirements



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## Priorities

- Support **adoption and application**, including supporting materials
- **Consult** on new areas of work in H1 2023
- Develop a digital **taxonomy**
- **International applicability** of SASB Standards
- **Connectivity** with the IASB, including further work to align **Integrated Reporting** and **Management Commentary**.
- Facilitating **interoperability**
- **Researching** potential incremental enhancements to proposed Climate Standard



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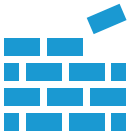
## Next steps



Complete discussions on consultation feedback around end of 2022



Issue final Standards as early as possible in 2023



Work to support adoption and application



Consult on proposed digital taxonomy



Consult on future priorities, early 2023

“...we welcome the global baseline of sustainability reporting standards currently under development by the ISSB.

Support for the global baseline has the potential to improve information and thus mobilise finance for the needed investments, particularly in emerging and developing economies, and we ask the ISSB to work closely with regional standard setters and any relevant local stakeholders and to provide advisory and capacity support.

We welcome the ISSB’s jurisdictional working group.”

*G7 Finance Ministers  
& Central Bank Governors’  
Statement on Climate Issues  
12 October 2022*

# Get involved



## Download

proposed IFRS Standards  
and supporting materials



## Listen

to our monthly podcast with  
highlights from meetings  
and key developments



## Respond

to live consultations



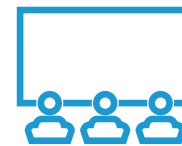
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ISSB meetings –  
the next is w/c 14  
November

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