

ISSB's proposed IFRS® Sustainability Disclosure Standards

ISSB focus



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



Focus on meeting the information needs of investors



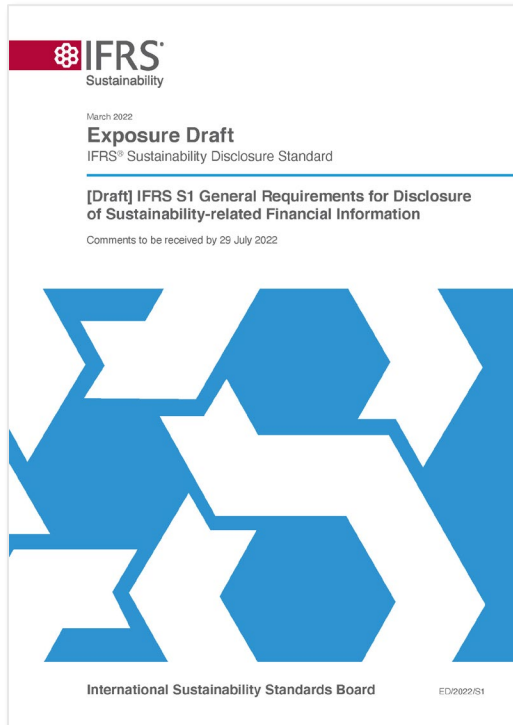
Will enable companies to provide comprehensive sustainability information for the global capital markets



Building blocks approach: facilitate the addition of requirements that are jurisdiction-specific or aimed at a broader group of stakeholders

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General Requirements Exposure Draft



Requires companies to provide **material** information on **all significant sustainability-related risks and opportunities** necessary to **assess enterprise value**

- Includes information on impacts on people, the planet and the economy when it affects assessments of enterprise value
- Other IFRS Sustainability Disclosure Standards (eg Climate Standard) set out specific disclosures
- Otherwise consider other materials (including SASB Standards, CDSB materials) to identify risks and opportunities to report on and to develop appropriate disclosures

Key features



Emphasises need for consistency and connections between financial statements and sustainability reporting by requiring companies to

- explain linkages in information
- use consistent assumptions when relevant



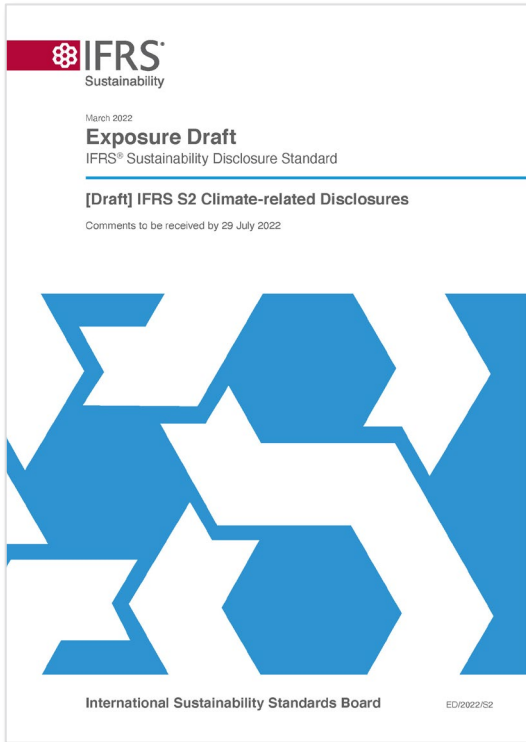
Requires financial statements and sustainability disclosures to be published at the same time



Facilitates application in different jurisdictions by

- not specifying a particular location for sustainability information
- allowing additional information to be provided

2 Climate Exposure Draft



Requirements for disclosure of material information about significant climate-related risks and opportunities

- Incorporates TCFD recommendations
- Includes SASB's climate-related industry-based requirements
- Requires disclosure of information about;
 - physical risks (eg flood risk)
 - transition risks (eg regulatory change)
 - climate-related opportunities (eg new technology)

Key features



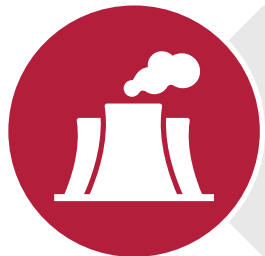
Transition planning

Emissions targets and use of carbon offsets



Climate resilience

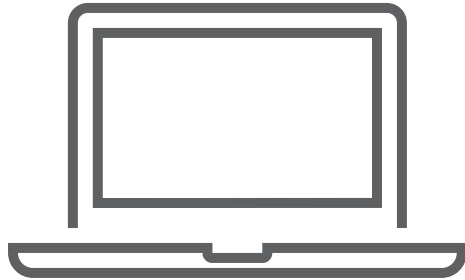
Resilience of business strategy in multiple scenarios



Scope 1-3 emissions

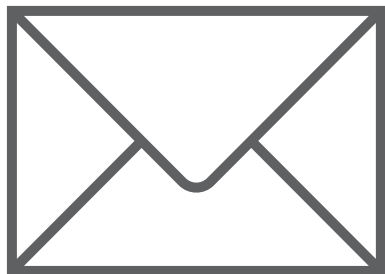
Requirement to disclose GHG emissions

How to comment on the proposals?



Survey

or



Comment letter

Visit:
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Comments due by
29 July 2022

Comments are published on ifrs.org

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