

---

ISSB Corporate Reporting Webinar Series

**Part 1: Better information for  
better decisions—  
Introduction to investor-  
focused sustainability  
disclosure**



---

## ISSB Corporate Reporting Webinar Series

### Part 1: Better information for better decisions—Introduction to investor-focused sustainability disclosure

Moderator



**Neil Stewart**  
Director of  
Corporate Outreach  
**IFRS Foundation**

Speakers



**Sue Lloyd**  
Vice-Chair  
**International  
Sustainability  
Standards Board**



**Jean-Paul Servais**  
Chair of the Board  
**International Organization  
of Securities Commissions  
(IOSCO)**



**Wilhelm Mohn**  
Global Head of  
Corporate Governance  
**Norges Bank  
Investment  
Management**

Joining us today are:

- **6,165** registrants
- From **148** jurisdictions around the world



---

## Series Schedule

**Part 1: Better information for better decisions—Introduction to investor-focused sustainability disclosure**

Tuesday 24 January 14:00 GMT

**Part 2: Any size or stage—Getting started on climate disclosure**

Tuesday 31 January 16:00 GMT

**Part 3: Connectivity and controls—the path to investor-grade disclosure**

Tuesday 7 February 04:00 GMT (13:00 JST)






**Recordings and slides will be made available after each session.**

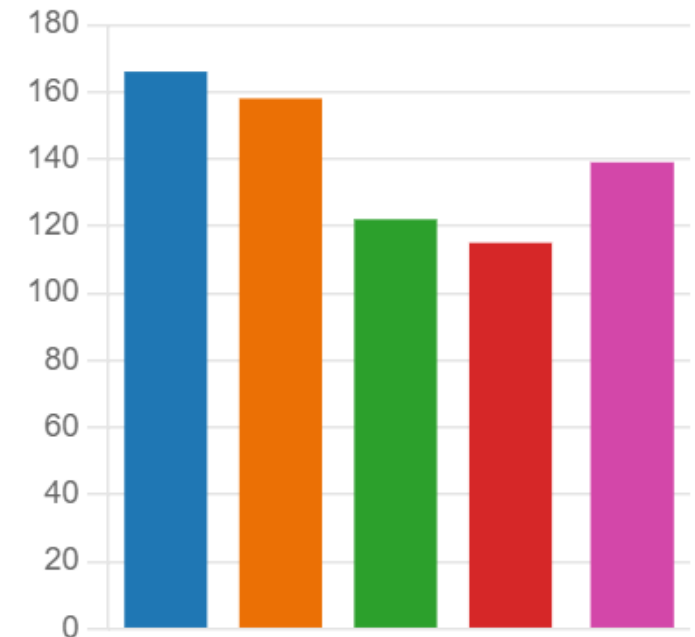
- Overview of the concepts in IFRS S1 General Requirements
- Investors' need for standardized disclosure
- Regulators' perspective on standards and views on the ISSB
- Decision-usefulness of sustainability data for preparers as well as users

---

# Pre-webinar survey

Topics you have told us you are most interested in hearing about:

	Overview of IFRS S1 General Requirements	166
	The ISSB's approach to financial materiality	158
	Use of the SASB Standards	122
	Link to TCFD recommendations	115
	How to get started on sustainability disclosure	139



---

# Introducing the first IFRS Sustainability Disclosure Standard – General Requirements

An update from  
**Sue Lloyd, Vice Chair**  
**International Sustainability Standards Board**



---

## ISSB objectives



Develop standards for global baseline of sustainability disclosures



Meet information needs of investors

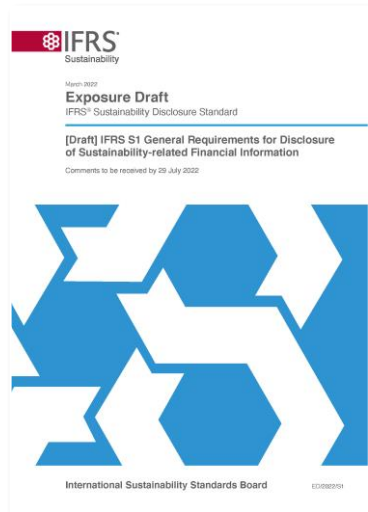


Enable companies to provide comprehensive sustainability information to global capital markets

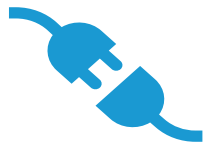


Facilitate addition of disclosures that are jurisdiction-specific / aimed at broader stakeholder groups

# Key concepts in IFRS S1



- Asks for disclosure of material information about sustainability-related risks and opportunities
- Sets out general reporting requirements; other IFRS Sustainability Disclosure Standards (eg Climate Standard) set out specific disclosures
- Points to other standards and frameworks in absence of a specific IFRS Standard
- Equivalent to IFRS Accounting Standards IAS 1 and IAS 8



Emphasises need for **consistency and connections** between financial statements and sustainability disclosures



Financial statements and sustainability disclosures published **at the same time**, but with transitional relief



Does **not specify a location** for disclosure within general purpose financial reporting and **allows for additional information**, to facilitate application in different jurisdictions



# Value and sustainability

**Sustainability** described as

- the ability for a company to sustainably **maintain resources and relationships** and **manage its dependencies and impacts** within its whole business ecosystem over the short, medium and long term
- a condition for a company to **access the resources and relationships needed** (such as financial, human and natural), ensuring their preservation, development and regeneration to achieve its goals

This description

- enables a company to explain to investors **how sustainability-related impacts, risks and opportunities can affect** its performance and prospects
- builds on concepts from the **Integrated Reporting Framework**

A company's ability to deliver **value** for investors is inextricably **linked to...**

...  
**Stakeholders**  
it works with  
and serves



...  
**Society**  
it operates  
in



...  
**Natural resources**  
it draws on

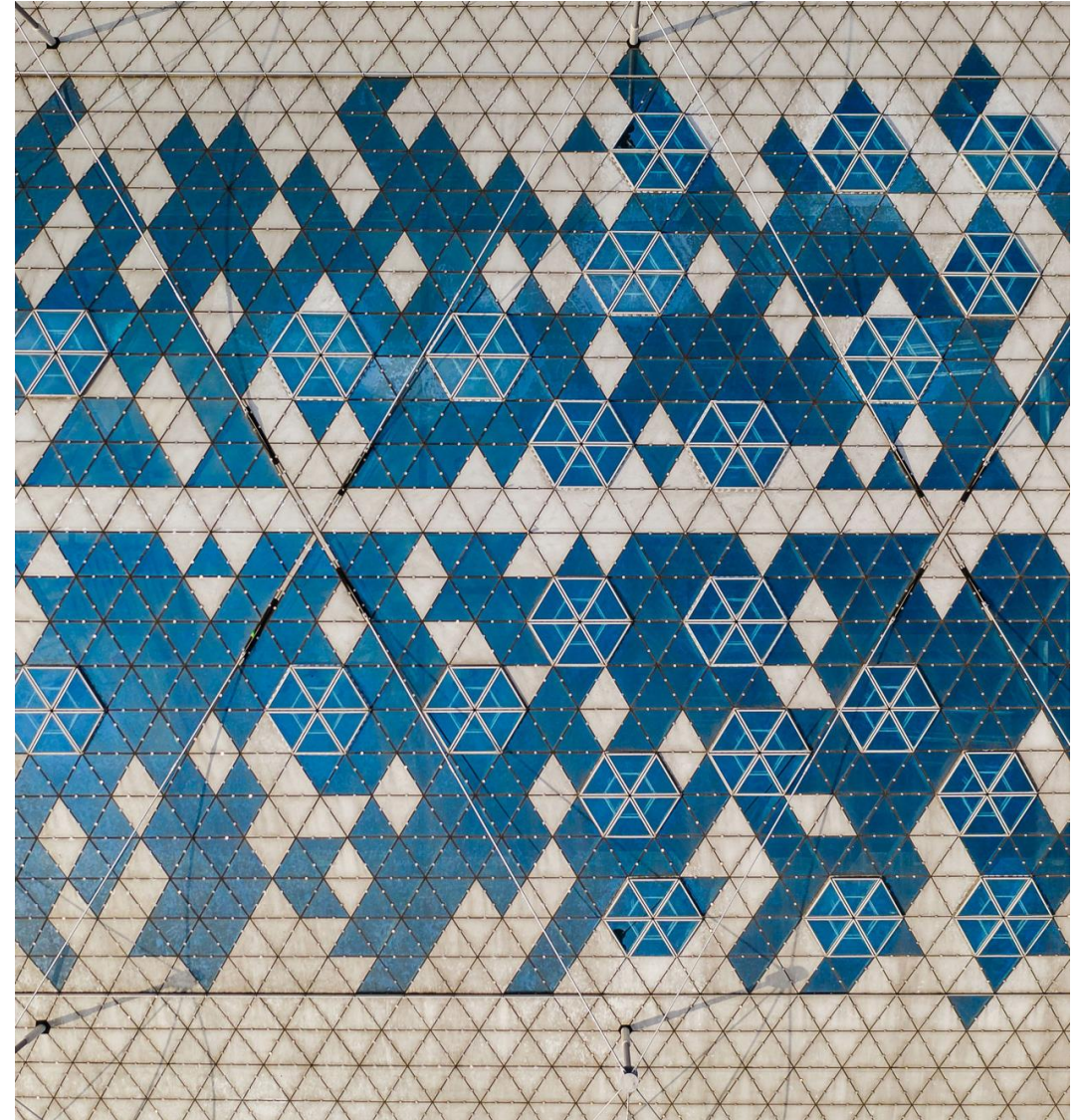


---

## Determining materiality: meeting investor needs

IFRS Sustainability Disclosure Standards use the same definition of material as IFRS Accounting Standards to ensure investors understand sustainability risks and opportunities:

*“Information is material if omitting, misstating or obscuring it could reasonably be expected to influence investor decisions.”*



# Sources of guidance for companies to use



To identify **what to report on** a company

- uses IFRS Sustainability Disclosure Standards *and*
- **shall consider:**
  - SASB Standards
- **may consider:**
  - CDSB Framework application guidance
  - industry practice
  - materials of investor-focused standard setters



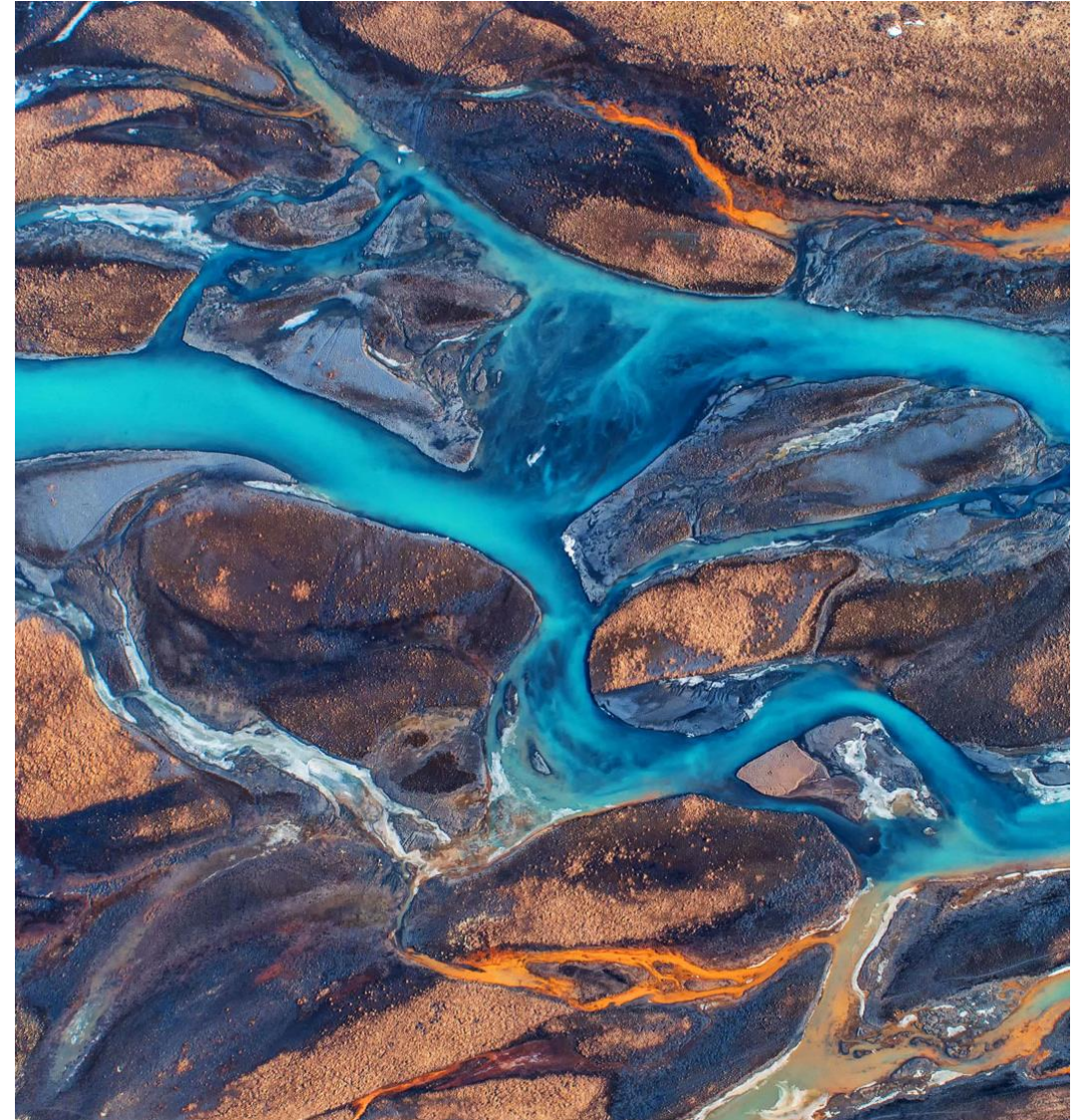
In the absence of an IFRS Sustainability Disclosure Standard, to determine **what to disclose** a company

- **shall consider:**
  - SASB Standards
- **may consider** to the extent meets investor information needs:
  - CDSB Framework application guidance
  - industry practice
  - materials of investor-focused standard setters
  - [GRI Standards] [European ESRS] ***under consideration***

# Focused on supporting application

To support those using its standards, the ISSB will provide guidance on how to:

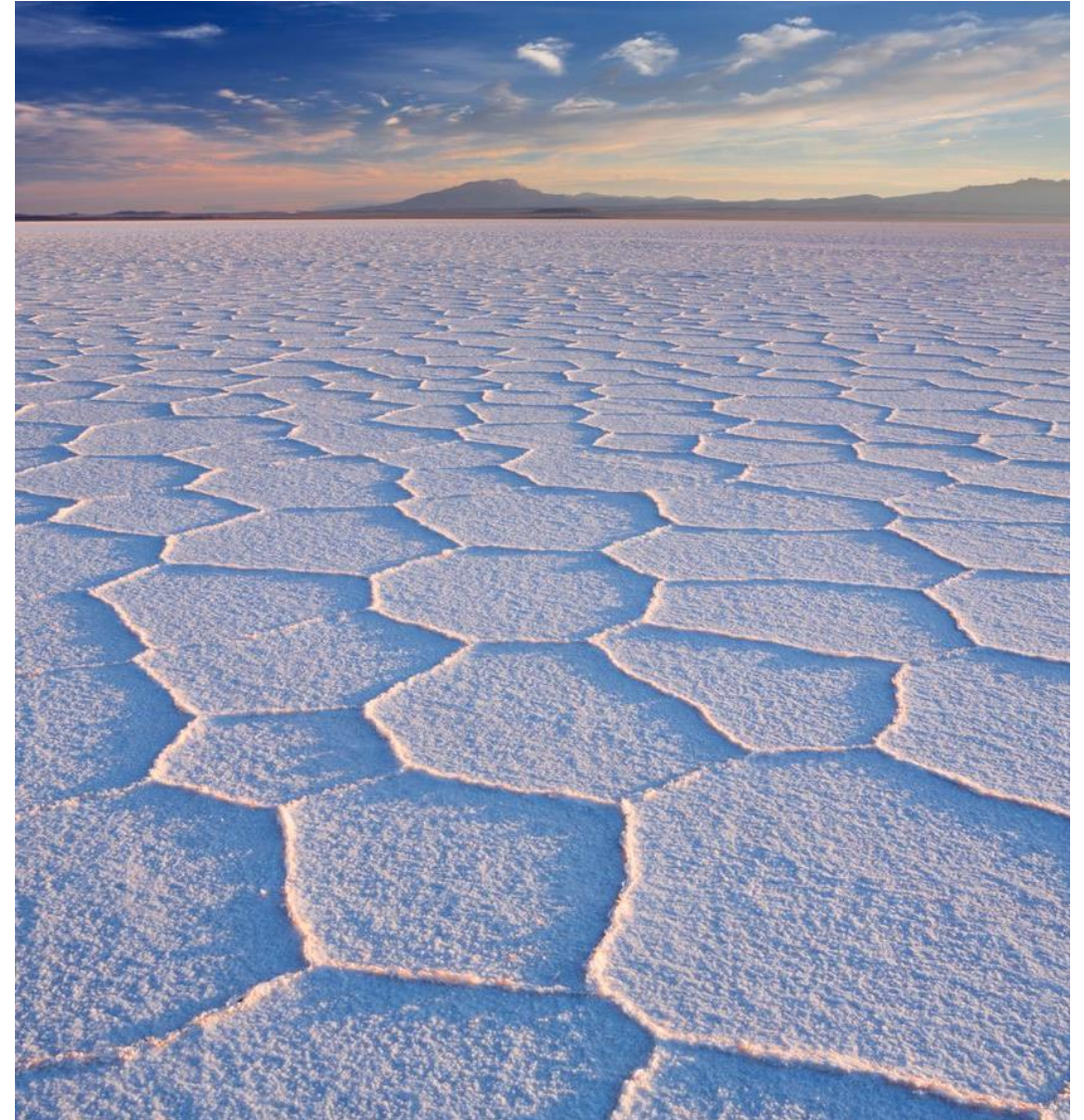
- Implement materiality judgements and identify sustainability-related risks and opportunities
- Disclose industry-specific metrics if a company spans multiple industries
- Disclose current and anticipated financial effects
- Revise comparative information to reflect updated estimates
- Disclose judgements, assumptions and estimates



---

# Facilitating interoperability

- **Ongoing dialogue with jurisdictions** working on jurisdiction-specific disclosure requirements
- Many redeliberation decisions – eg enterprise value, Scope 3 – **support interoperability**
- Adopted the **TCFD architecture** to drive interoperability
- **Working with GRI** to deliver interoperability for a comprehensive sustainability reporting landscape
- Working with European Commission toward a **shared objective** to agree a framework for maximising interoperability



---

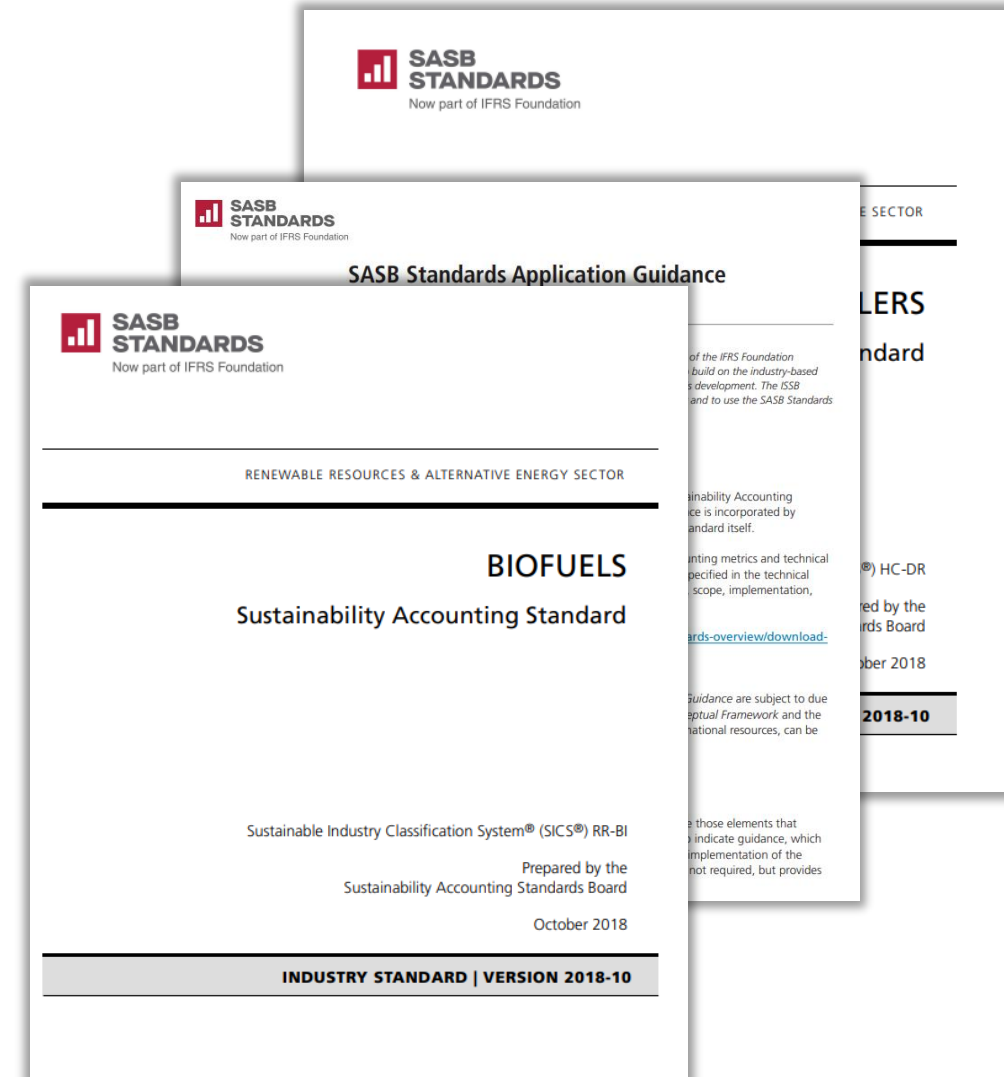
# Ways to prepare for IFRS Sustainability Disclosure Standards

1. Evaluate **internal systems and processes** for collecting, aggregating, validating sustainability-related information across the company and its value chain
2. Consider the sustainability-related **risks and opportunities** that affect the business
3. Review the ISSB's **proposed standards and supporting materials**, including the SASB Standards, CDSB Framework and TCFD Recommendations

# Get ahead: Adopt the SASB Standards

- IFRS S1 will require companies to consider SASB Standards in the absence of an ISSB Standard
- 77 industry-based disclosure standards
- Provide investors with comparable information on the sustainability factors most relevant to financial performance and enterprise value
- Developed through rigorous, market-informed, due process
- Used by 2,568\* SASB Standards reporters worldwide; 56% outside the US

\*As of 31 Dec 2022



---

# Get ahead: Implement the TCFD Recommendations

- IFRS Sustainability Disclosure Standards adopt TCFD architecture
- Designed to solicit decision-useful, forward-looking information that can be included in mainstream financial filings
- Focused on governance, strategy, risk management, and metrics and targets
- Recommends that organisations describe the resilience of their strategy, taking into consideration different climate-related scenarios
- 4,000 supporters in 101 jurisdictions\*








\*As of January 2022





# Summary: What's in your toolkit?

Materials you can look to in now and going forwards to help sustainability disclosure to investors

2023		2024	
	IFRS S1 and IFRS S2 available		IFRS S1 and IFRS S2 available*
	Apply to advance industry-based disclosure		Required to consider for IFRS S1 application, in absence of IFRS Sustainability Disclosure Standard
	Apply to structure disclosure and for cross-industry climate disclosure	<p>Climate Disclosure Standards Board</p>	Optional guidance, in absence of IFRS Sustainability Disclosure Standard
<p>Climate Disclosure Standards Board</p>	Use to guide disclosure on biodiversity and water		Use to support connectivity between IFRS S1 and IFRS Accounting Standards or other GAAP
	Use to understand connection between sustainability and financial value creation		

*\*Incorporates TCFD*

# Panel Discussion

Moderator



**Neil Stewart**  
Director of  
Corporate Outreach  
**IFRS Foundation**

Speakers



**Jean-Paul Servais**  
Chair of the Board  
**International Organization  
of Securities Commissions  
(IOSCO)**



**Wilhelm Mohn**  
Global Head of  
Corporate Governance  
**Norges Bank  
Investment  
Management**

---

# Don't forget to register:

## Part 2:

**Any size or stage - getting started on climate disclosure**

Tuesday 31 January 16:00 GMT

## Part 3:

**Connectivity & controls - the path to investor-grade disclosure**

Tuesday 7 February 04:00 GMT (13:00 JST)



IFRS Sustainability  
**SYMPOSIUM**

Friday 17 February 2023

Palais des congrès de Montréal

Montreal, Canada

*visit [ifrs.org](https://www.ifrs.org) to register*



---

## Follow us online

 [ifrs.org](https://www.ifrs.org)

 [@IFRSFoundation](https://twitter.com/IFRSFoundation)

 [IFRS Foundation](https://www.youtube.com/IFRSFoundation)

 [International Sustainability  
Standards Board](https://www.linkedin.com/company/ifrs-foundation)