Part 3: Connectivity and controls—the path to investor-grade disclosure
ISSB Corporate Reporting Webinar Series
Part 3: Connectivity and controls—the path to investor-grade disclosure

Moderator

Speakers

Neil Stewart
Director of Corporate Outreach
IFRS Foundation

Hiroshi Komori
Member
ISSB

Kirsten Simpson
Head of Investment Stewardship and ESG
the Future Fund

Bob Herz
Former Chair
FASB

Norie Takahashi
Integrated Reporting Fellow
IFRS Foundation

Shari Littan
Director, Corporate Reporting Research & Policy
Institute of Management Accountants

Koushik Chatterjee
Executive Director, CFO and board member
Tata Steel
Trustee
IFRS Foundation
Joining us today are:

- **3,972** registrants
- From **141** 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 Integrated Reporting Framework
- The ISSB's December announcement around the concept of sustainability and financial value creation
- Best practice in gathering data
- Raising quality of sustainability reporting through internal control and assurance
Pre-webinar survey

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

- Overview of the Integrated Reporting Framework
- The ISSB’s December announcement on the connection between sustainability and financial value creation
- How to consider connectivity in disclosure
- Establishing processes for gathering data
- Best practices in internal controls and assurance
Why is connectivity between the IASB and ISSB important?

Connectivity in PROCESS

Examples:
- Information sharing
- Joint IASB-ISSB meetings

leads to

Connectivity in PRODUCT

Examples:
- Shared concepts (e.g., materiality)
- Complementary requirements (e.g., intangibles)

leads to

Better general purpose financial reporting

Better information for better decisions
Integrated Reporting Framework

...is a principles-based, multi-capital, framework used by 2,500 companies globally to communicate how their strategy, governance, performance and prospects – in the context of the external environment – create, preserve or erode value over time for itself and its investors.
Drive connectivity through the Integrated Reporting Framework

- Drives connectivity between financial statements and sustainability-related financial disclosures
- Supports high-quality corporate reporting
- Underpinned by Integrated Thinking Principles, that enhance quality of corporate governance

The IASB and ISSB will work to align the Integrated Reporting Framework and Management Commentary
## Integrated reporting tools

<table>
<thead>
<tr>
<th>Integrated Reporting Framework</th>
<th>The IASB and ISSB are jointly assume responsible for the Integrated Reporting Framework</th>
</tr>
</thead>
<tbody>
<tr>
<td>Build on the Integrated Reporting Framework</td>
<td>The IASB and ISSB will work together to determine how to build on the Integrated Reporting Framework in their standard-setting work</td>
</tr>
<tr>
<td>Integrated Reporting &amp; Management Commentary</td>
<td>The Boards will seek opportunities to further align the Integrated Reporting Framework and Management Commentary</td>
</tr>
<tr>
<td>Corporate Reporting Framework</td>
<td>The Boards envisage a long-term role for a corporate reporting framework</td>
</tr>
</tbody>
</table>
Value and sustainability

**Sustainability** described as

- the ability for a company to sustainably *maintain and access resources and relationships* (such as financial, human, and natural), and *manage its dependencies and impacts* within its whole business ecosystem over the short, medium and long term.

This description

- enables a company 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
Illustrating how industry-specific requirements can highlight decision-useful information

Resources and relationships companies use, maintain and regenerate, such as…

...are unique to each industry

Metals & Mining

Human

Social

Natural

Automobiles

Human

Natural

Social

Intellectual

Biotech & Pharma

Human

Social

Natural

Intellectual
ISSB’s approach to integrated reporting and connectivity

Hiroshi Komori
Member
ISSB

Norie Takahashi
Region Lead—Japan
IFRS Foundation
New COSO guidance on internal control for sustainability disclosure

Bob Herz
Former Chair
FASB

Shari Littan
Director, Corporate Reporting Research & Policy
Institute of Management Accountants
The corporate perspective on the ISSB’s standards

Koushik Chatterjee
Executive Director, CFO and board member
Tata Steel
Trustee
IFRS Foundation
Panel Discussion

Moderator

Neil Stewart
Director of Corporate Outreach
IFRS Foundation

Speakers

Kirsten Simpson
Head of Investment Stewardship and ESG
the Future Fund

Hiroshi Komori
Member
ISSB
Recordings available:

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

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

visit ifrs.org to catch up

Don’t forget to register:

IFRS Sustainability SYMPOSIUM

Friday 17 February 2023
Palais des congrès de Montréal
Montreal, Canada
Follow us online

@IFRSFoundation

IFRS Foundation

International Sustainability Standards Board