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## Sustainability Standards Advisory Forum meeting

Date	<b>July 2023</b>
Project	<b>Industry Based Approach</b>
Topic	ISSB's proposed methodology to enhance international applicability of SASB Standards
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This paper has been prepared for discussion at a public meeting of the Sustainability Standards Advisory Forum (SSAF). This paper does not represent the views of the International Sustainability Standards Board (ISSB) or any individual ISSB member. Any comments in the paper do not purport to set out what would be an acceptable or unacceptable application of IFRS<sup>®</sup> Sustainability Disclosure Standards. The ISSB's technical decisions are made in public and are reported in the ISSB *Update*.

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# Purpose of this session

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To discuss the International Sustainability Standards Board's (ISSB) current Exposure Draft on the proposed methodology to enhance international applicability of SASB Standards

## Question for SSAF members

We welcome SSAF members views and insight on engagements with stakeholders in your jurisdiction on the proposed Methodology Exposure Draft to enhance the international applicability of the SASB Standards

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# Methodology Exposure Draft overview

1

## Focus on revising jurisdiction-specific non-climate SASB content

- Methodology to enhance international applicability of non-climate-related metrics
- Climate-related topics & metrics updated in the *Industry-based Guidance on Implementing IFRS S2* published when IFRS S2 was issued

2

Project focuses **removing and replacing jurisdiction-specific terms of references** without significantly altering industries, topics or metrics

3

**First step** in enhancing international applicability to **help preparers implement IFRS S1**

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## Project overview

- Methodology Exposure Draft out for public comment on ***process and methodology***
- 90-day public consultation period began May 2023 and **ends 9 August 2023**
- Will enable updates to these materials to support IFRS S1 implementation for **1 January 2024 effective date**
- Market feedback supports removal of jurisdiction-specific terms of references
- ISSB will publish marked-up drafts of proposed changes for public ‘fatal flaw’ review before implementing changes

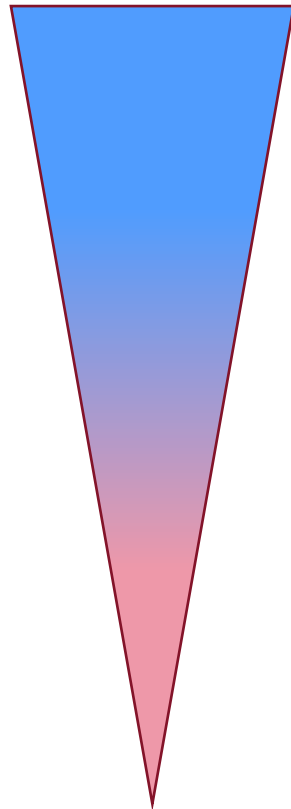


# Methodology Exposure Draft - SASB international applicability

## Revision Approaches

1	International reference
2	By definition
3	Jurisdictional specification
4	Remove
5	Replace

## Order of Preference



## Methodology objectives and constraints

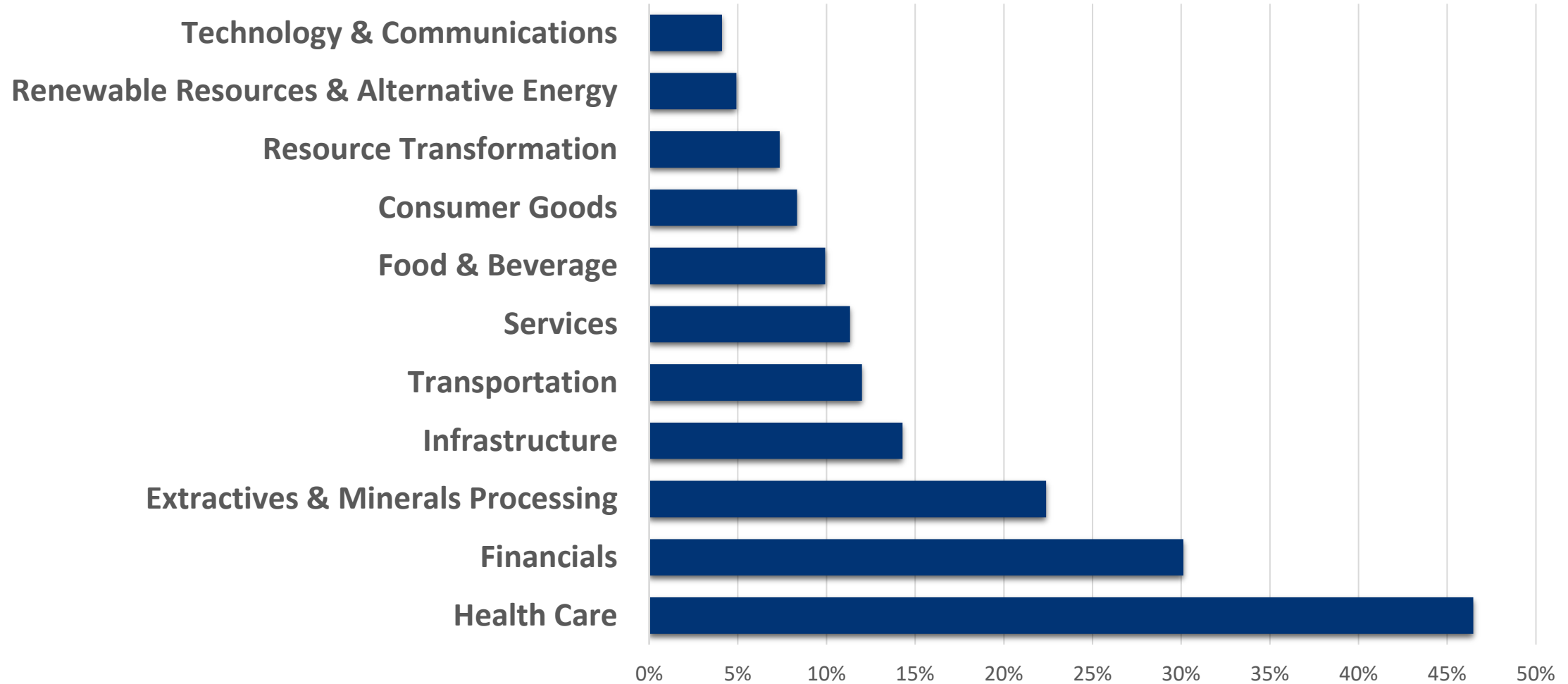
- Identify metrics with substantive jurisdiction-specific terms
- Improve global usefulness & ease of application cost-effectively
- Preserve original metric structure and intent (current users)
- Use five cascading revision approaches and in combination
- Remove & replace jurisdiction-specific references narrowly

**First step in the longer-term ISSB effort**

Public comment period open until 9 August 2023

# Applying the methodology (~200 metrics identified)

Share of metrics w/ substantive int'l challenges, by sector



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# Share your feedback

on ISSB's proposed methodology to  
enhance the international applicability  
of the SASB Standards

*Comments due by 9 August 2023*