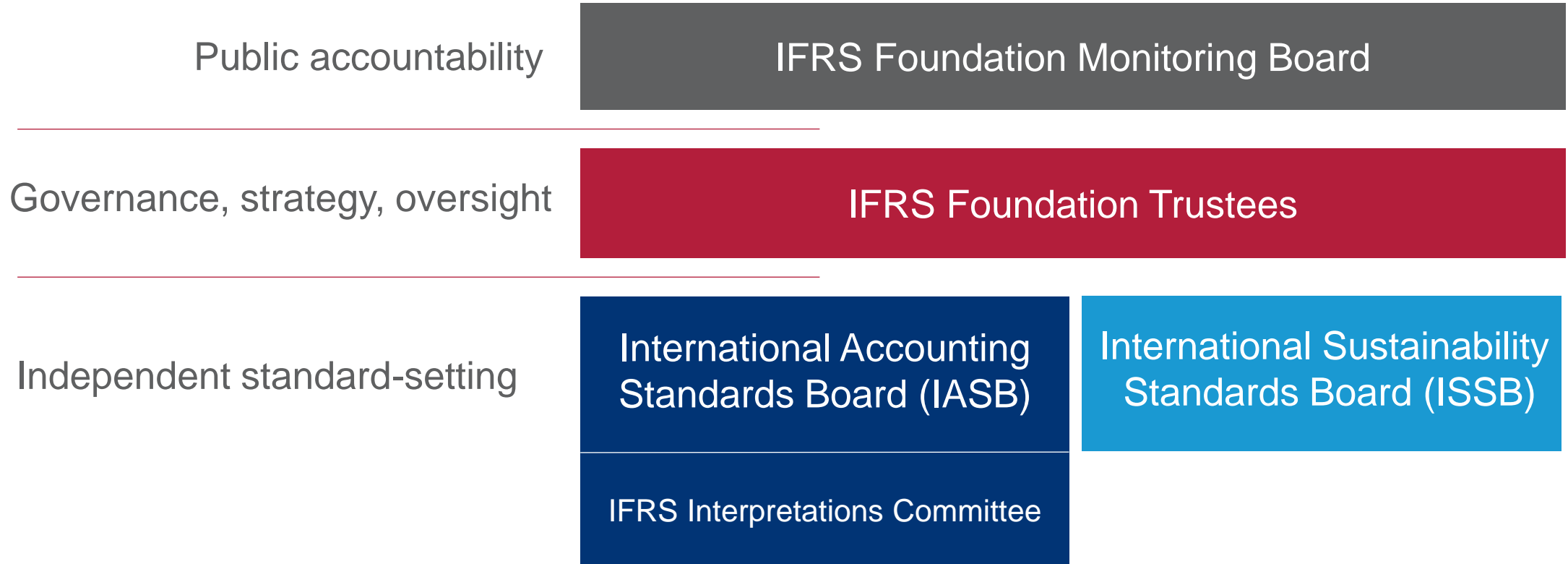

IFRS Sustainability

Caroline Bridges
Technical Director
February 2025

Structure



IFRS S1 and IFRS S2: the first ISSB Standards



IFRS S1 covers all sustainability-related risks and opportunities

IFRS S2 provides more detailed requirements on risks and opportunities related to climate

Both Standards:

- Require disclosure of information **material** to investors and capital markets
- Incorporate **TCFD** recommendations
- Require **cross-industry and industry-specific** information
- Offer **guidance from SASB Standards** for industry-specific disclosure

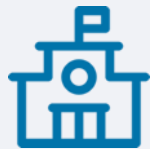
How sustainability can affect a company's prospects

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

Stakeholders



Society



**Natural
environment**



Economy



Builds on concepts from the **Integrated Reporting Framework**

Making ISSB Standards the global baseline



ISSB

provide
comprehensive
global baseline
through Standards



IOSCO

endorses the ISSB
Standards
recommending
adoption



Audit standard- setters

enhance and
develop assurance
standards



Jurisdictions

require by adopting
the Standards



Market participants

required to, or
voluntarily opt to,
apply the Standards

Current priorities

Implementation

- Capacity building
- Public forum for implementation questions through **Transition Implementation Group**
- **Educational** material
- **Digital** taxonomy
- Support use of the **SASB Standards**

Adoption

- Work with **jurisdictions** following publication of Jurisdictional Guide
- **Regulatory** Implementation Programme
- Provide transparency on progress
- Encourage voluntary application of the ISSB Standards

Work plan

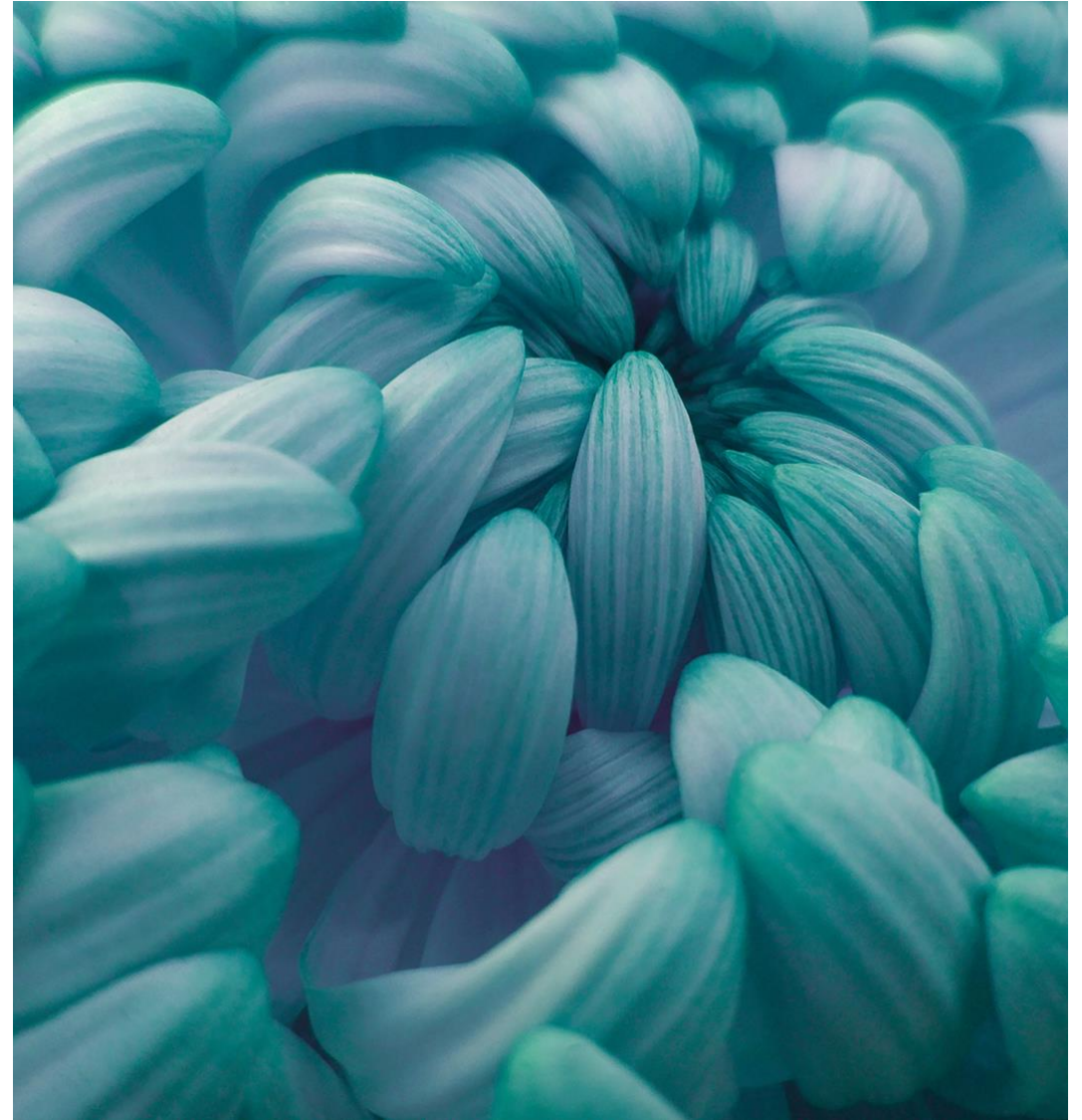
- Deliver on two-year work plan following consultation on future priorities

Fundamental to all activities: Connectivity with IASB, interoperability, stakeholder engagement

Benefits of interoperability

Identifying common disclosures between ISSB Standards and other standards and aligning them as much as possible:

- reduces duplication by enabling companies to **collect, govern and control decision-useful data once**
- reduces **complexity and fragmentation** that create **barriers to comparability** and **undermine the usefulness** of sustainability information in decision-making.
- demonstrates the drive to secure consistency and comparability - through a **global baseline of disclosures** - remains supported by international policy makers.



Connecting IFRS Accounting and IFRS Sustainability

Follow



ABOUT

RESOURCES

CONNECTED WORKING

NEWS

PURPOSE



PRODUCTS



PEOPLE



At a glance

What do we mean by connecting IFRS Accounting and IFRS Sustainability:

- **purpose**—comprehensive and coherent information for capital markets in general purpose financial reports prepared applying IFRS Standards.
- **products**—compatible and complementary IFRS Accounting Standards and IFRS Sustainability Disclosure Standards and the related digital taxonomies.
- **people**—collaborative working between IASB and ISSB members and technical staff across the boards' projects and other activities.

Related information

[IFRS Foundation Constitution](#)
[Integrated reporting](#)
[Digital financial reporting](#)

Featured projects

[Climate-related and Other Uncertainties in the Financial Statements](#)
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