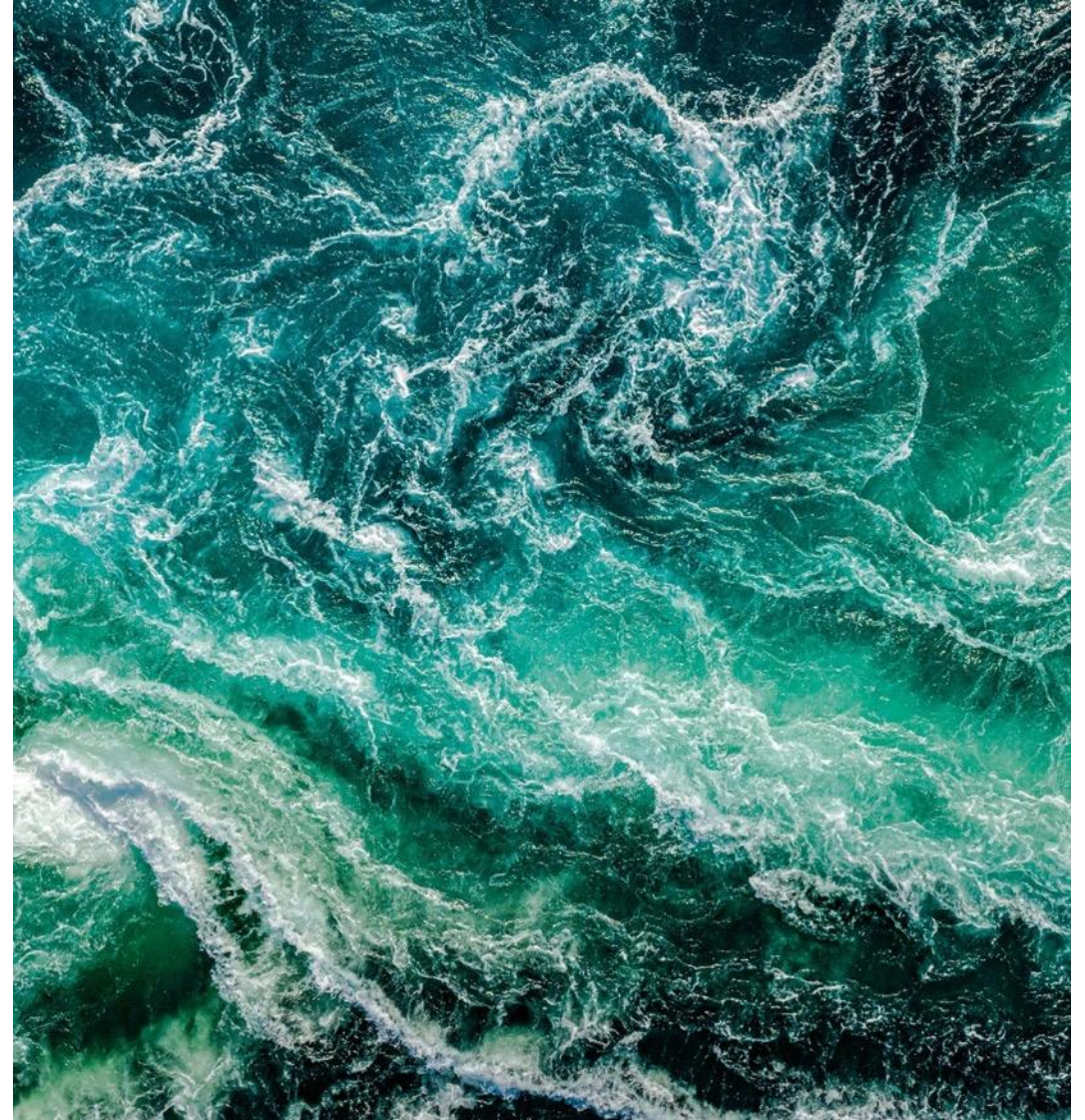

ISSB Standards: better information for better decisions

Strong market demand

The ISSB was established as part of the IFRS Foundation because of investor, company and international policy maker (including the G20, G7, IOSCO and the Financial Stability Board) demand for:

- decision-useful, comparable information
- ending the ‘alphabet soup’ of voluntary initiatives
- an efficient reporting landscape

The ISSB has a transparent, rigorous due process to develop market-informed Standards that respond to these needs



ISSB Standards enhance investor-company dialogue



Decision-useful

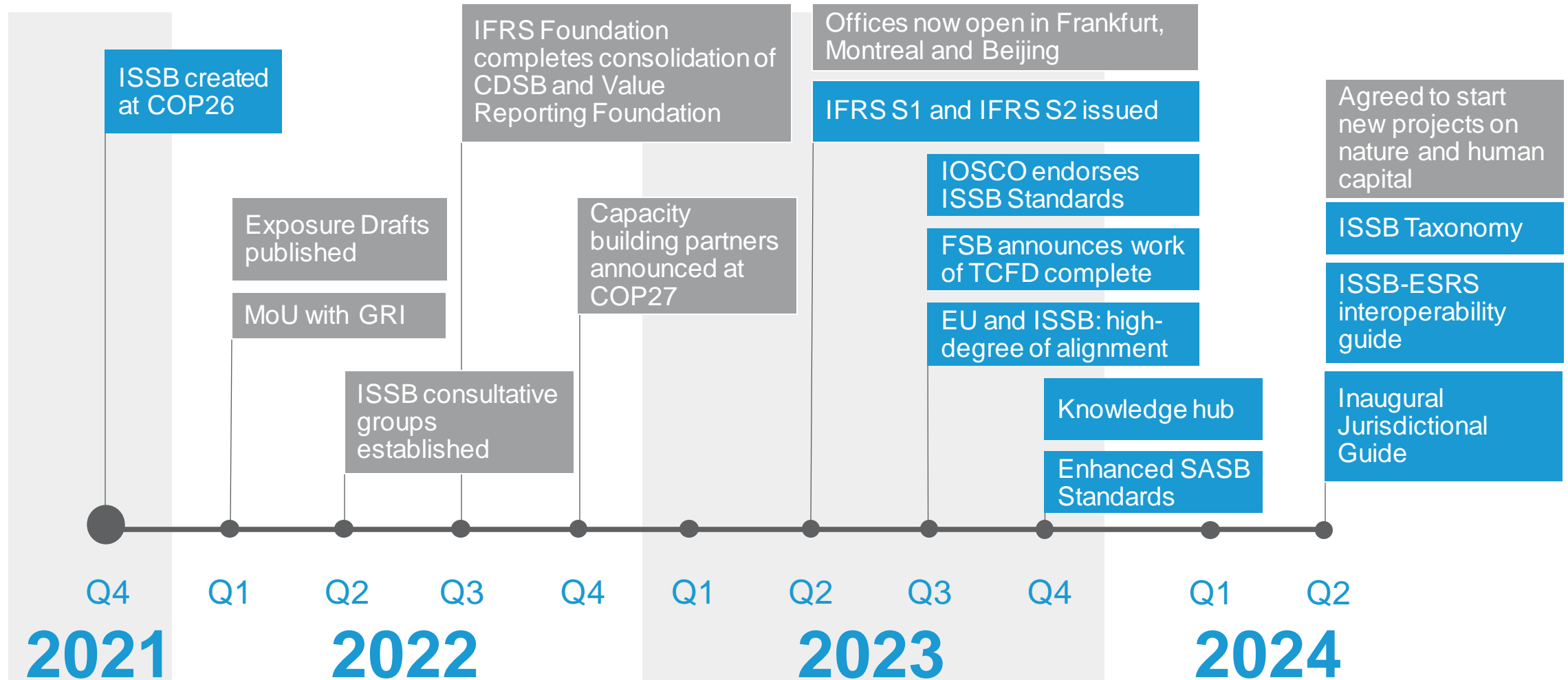
Developing globally comparable sustainability-related disclosures - that are assurable - to meet the information needs of investors



Cost-effective

Enabling companies to communicate to investors globally comparable, comprehensive information about sustainability-related risks and opportunities

ISSB milestones



Jurisdictional journey: adopting or otherwise using ISSB Standards

Americas	Asia/Oceania		EMEA
Bolivia	Australia	Pakistan	EU
Brazil	Bangladesh	Philippines	Kenya
Canada	China	Singapore	Nigeria
Costa Rica	Hong Kong SAR	South Korea	Türkiye
	Japan	Sri Lanka	UK
	Malaysia	Chinese Taipei	

A list of ongoing and completed jurisdiction consultations on sustainability-related disclosures is available:

ifrs.org/ifrs-sustainability-disclosure-standards-around-the-world/jurisdiction-consultations-on-sustainability-related-disclosures

2024 priorities

Implementation

Support the implementation of **IFRS S1 and IFRS S2**, including through **educational activities** and advancing the IFRS Foundation's **capacity building programme** to help ensure companies, regulators and other stakeholders are well prepared to use the ISSB Standards

Adoption

Advance jurisdictional adoption of the ISSB Standards through bilateral dialogue with governments and regulators to support them on their journey to requiring sustainability-related disclosures in their jurisdiction

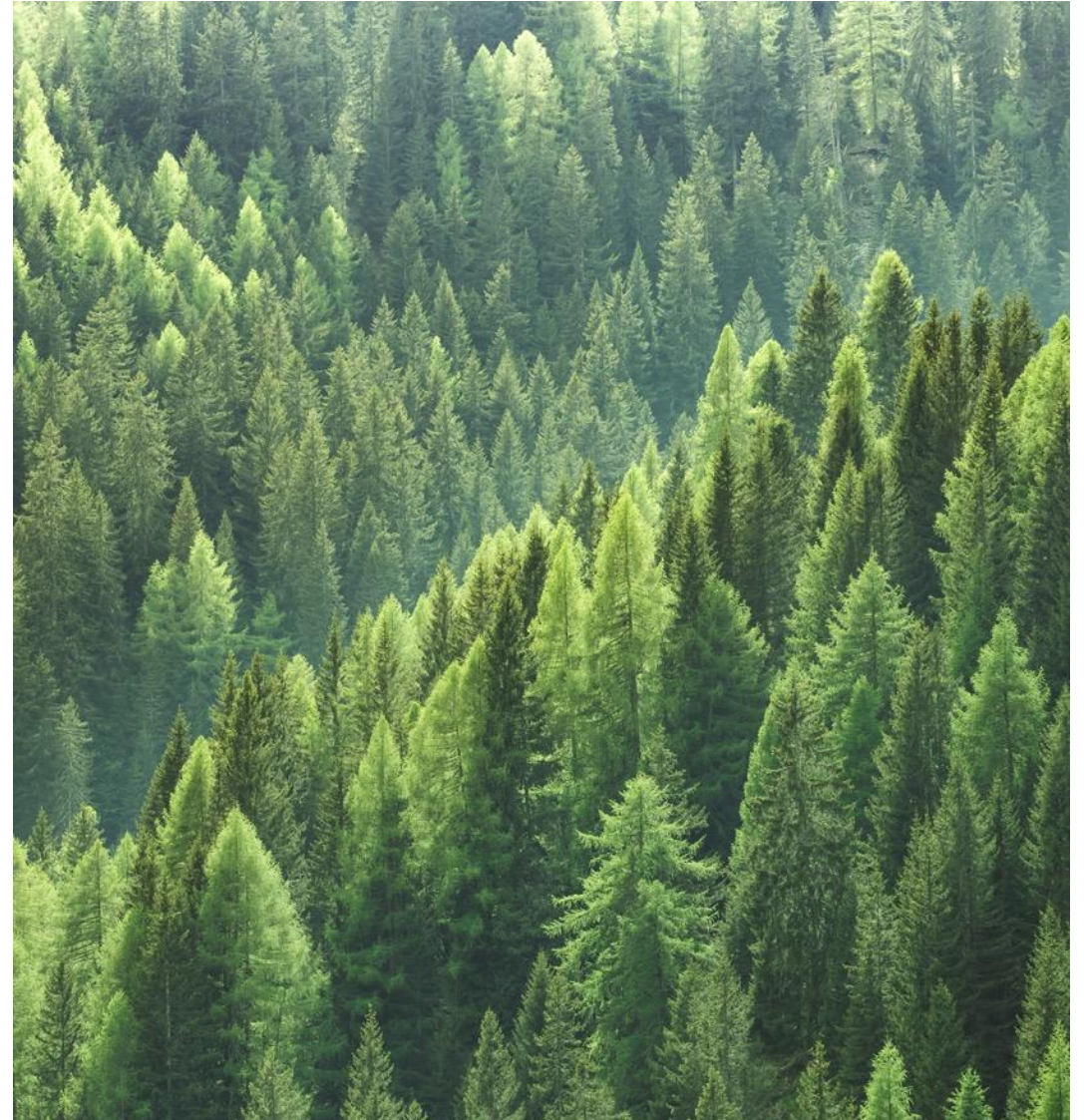
Advance market adoption of the ISSB Standards by companies choosing to use the Standards to communicate to investors

Current priorities

Advance the ISSB's work to **build out the global baseline of sustainability-related disclosures** following feedback to the recent consultation on the ISSB's future agenda

Capacity building with and through partners

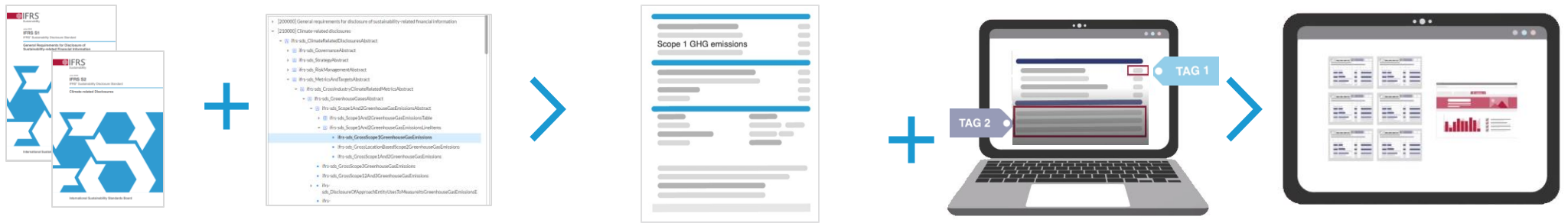
- 40+ global and local partners committed to ensuring readiness through the ISSB's Partnership Framework
- Considering specific circumstances of emerging and developing economies and smaller companies
- Focused on enabling consistent and comparable high-quality disclosures to bring benefits of sustainability-related disclosures to all
- XBRL International has joined the ISSB [Partnership Framework for capacity building](#) with a focus on developing training materials for regulators and resources which will be made available in the [IFRS Sustainability knowledge hub](#)



Introducing the ISSB Taxonomy



How sustainability-related financial disclosures are digitalised

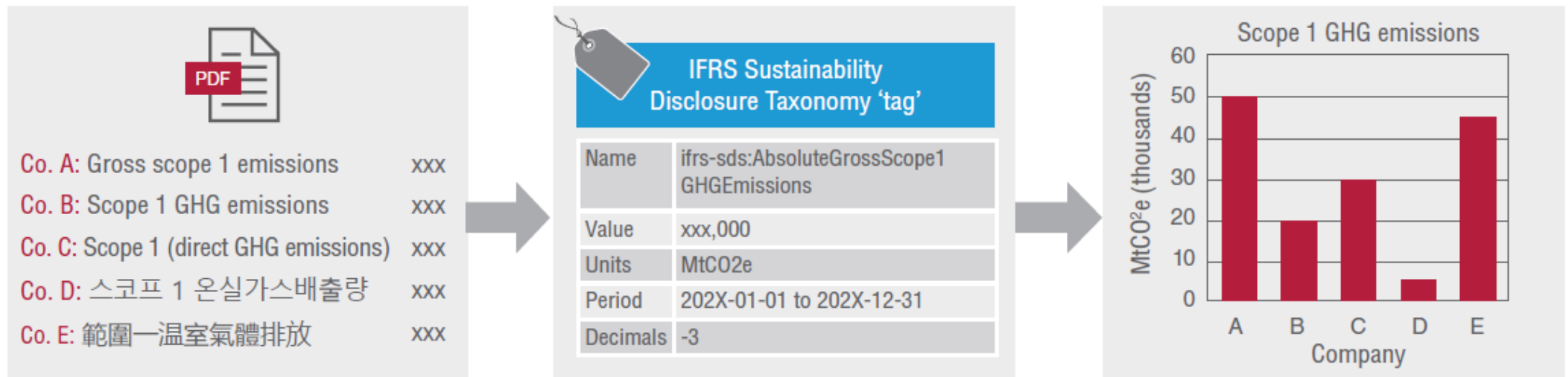


Who	ISSB		Companies		Investors
What	Develop ISSB Standards	Develop ISSB Taxonomy	Report in accordance with the Standards	Use specialised software to 'tag' disclosures using the Taxonomy	Digitally compare and analyse sustainability-related financial disclosures

Regulators set requirements to report in accordance with the Standards and in a digital format

Supporting investors' use of ISSB disclosures in a digital format

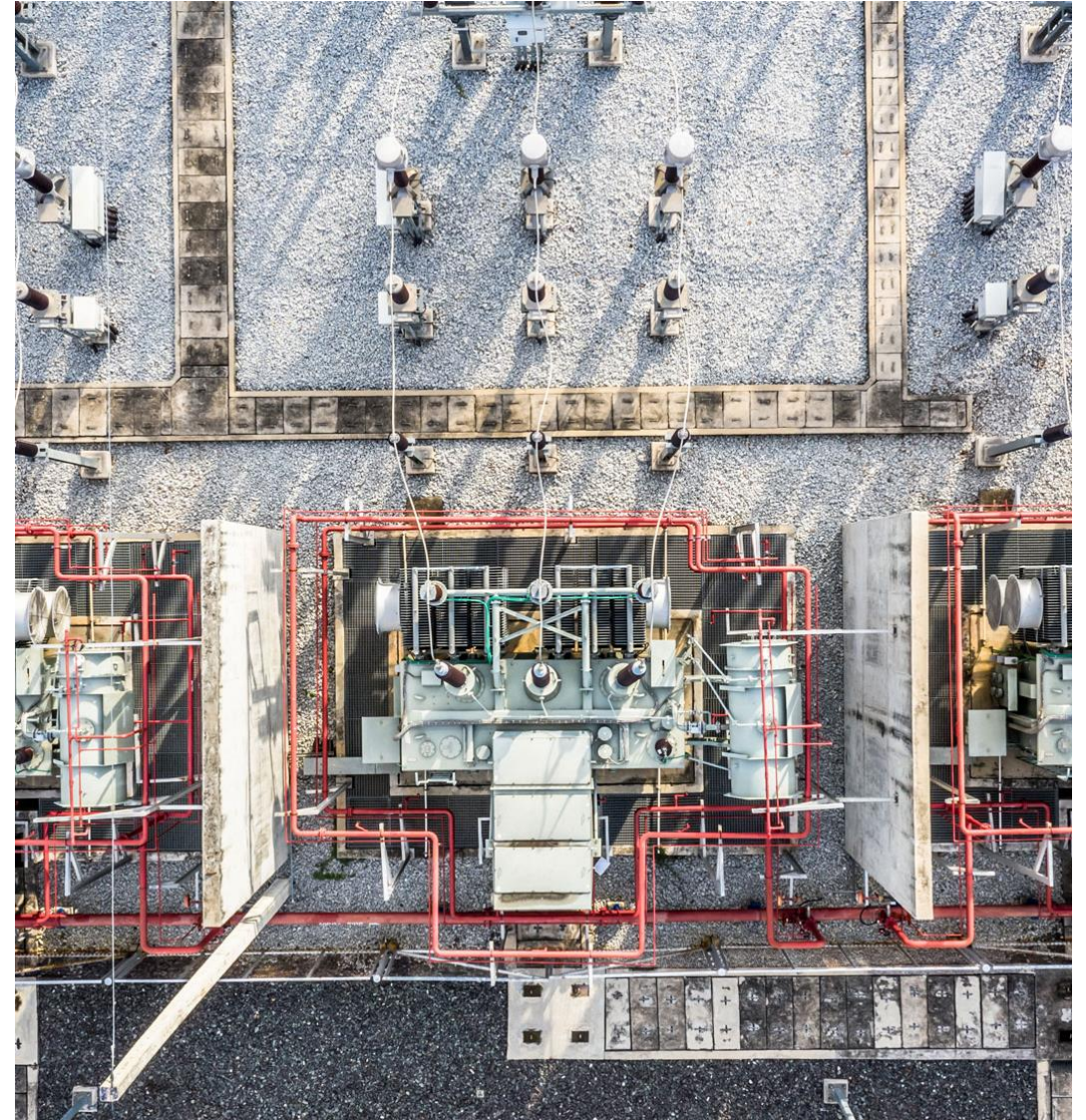
The ISSB Taxonomy provides the common elements (or 'tags') needed to make sustainability-related financial disclosures computer-readable



The ISSB Taxonomy reflects the requirements and accompanying materials of the ISSB Standards. **It does not introduce any new requirement.**

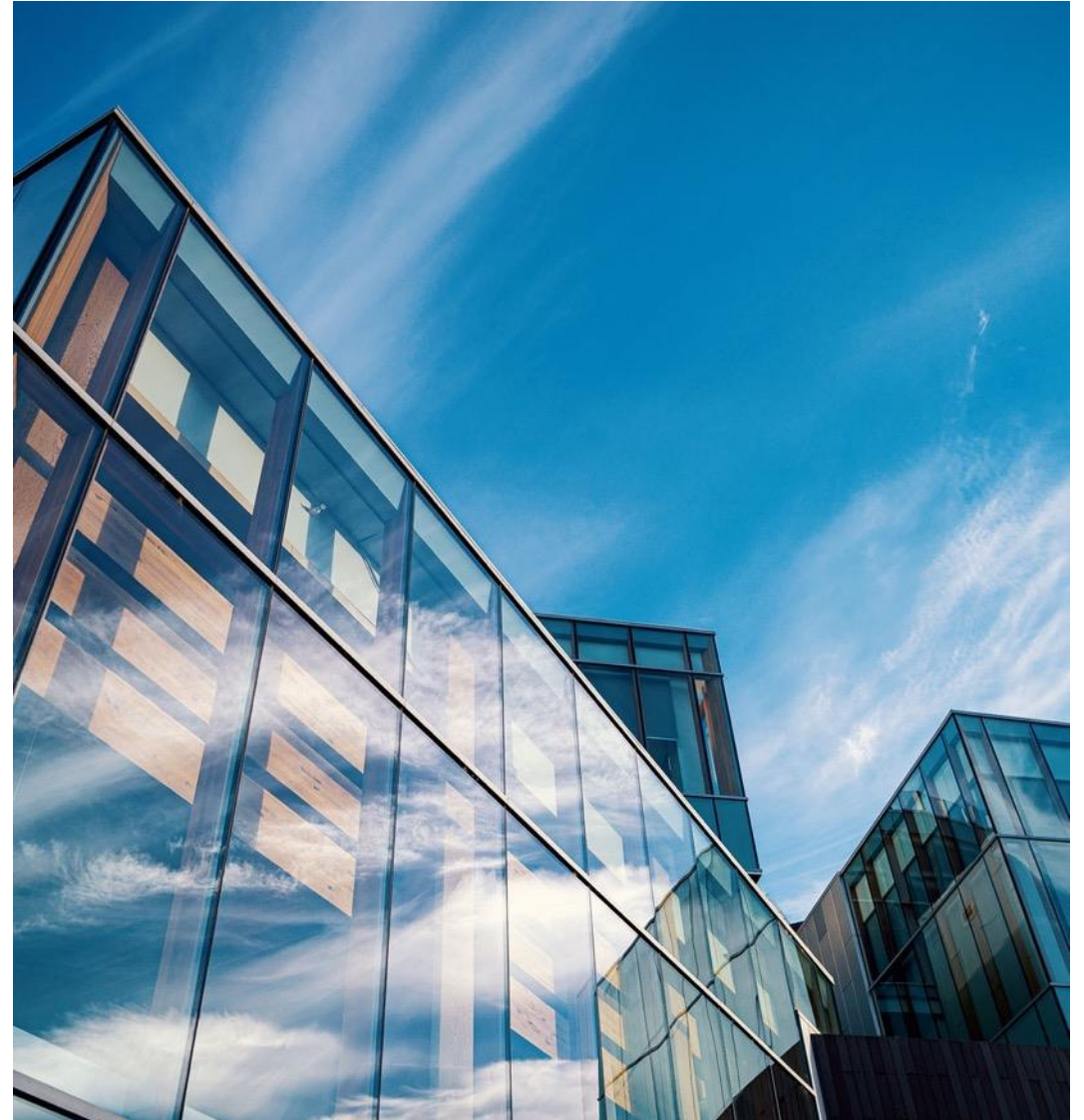
Supporting the global baseline through tagging

- Like the ISSB Standards, the ISSB Taxonomy is designed to be used as a global baseline and enable jurisdictions to build on that global baseline—facilitating digital comparability
- The ISSB Taxonomy:
 - Can be **directly used** by a jurisdiction that adopts the ISSB Standards
 - Can be **built on** to accommodate additional jurisdictional requirements by a jurisdiction that builds on the ISSB Standards
 - If necessary, can **support the interoperability** of the ISSB Standards with other sustainability standards—enabling common information to be identified so that investors can clearly identify the global baseline



Supporting holistic digital financial reporting

- The Taxonomy can be used together with other taxonomies used for tagging companies' financial statements
 - Consistent taxonomy design in the **IFRS Sustainability Disclosure Taxonomy** and the **IFRS Accounting Taxonomy**
 - Can also be used effectively with other taxonomies reflecting other GAAP
- Enables investors to efficiently search, extract and compare both accounting and sustainability-related financial disclosures



Connectivity between the IASB and the ISSB

Supporting digital financial reporting is a main activity for both the IASB and the ISSB

The following examples of connectivity allow the boards to maximise synergies:

- A **shared staff team** that supports both the IASB and the ISSB on their taxonomy related activities
- A **shared advisory group** (the IFRS Taxonomy Consultative Group) that advises both the IASB and ISSB on their taxonomy related activities
- Common **taxonomy design** that is consistently applied in both IFRS digital taxonomies
- Common **educational materials** that support the use of both IFRS digital taxonomies
- In developing the IASB's digital financial reporting strategic framework consideration was given to possible synergies with the ISSB



Promoting digital financial reporting and the IFRS digital taxonomies

In April 2024, we released introductory materials and a new digital financial reporting webpage www.ifrs.org/digital-financial-reporting

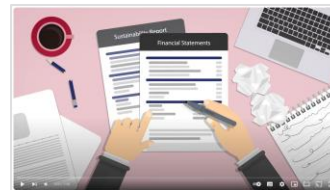
Introductory article



A helpful starting point for those new to digital financial reporting
The article includes spotlights on various jurisdictions to illustrate digital financial reporting developments around the world

[Click here to read the article](#)

Explainer videos



The first video provides a general introduction to digital financial reporting, the benefits and what is needed to achieve these benefits

[Click here to watch](#)



The second video explains what the IFRS digital taxonomies are and how they facilitate the reporting of information in a computer-readable format

[Click here to watch](#)

Developing materials to support optimal adoption of taxonomies



Later this year we expect to publish an updated guide for regulators implementing the IFRS digital taxonomies

The update guide is expected to cover:

- An introduction to the IFRS digital taxonomies and outlines their intended use, the need for extensions, terms and conditions of use and translation
- Approaches for using the taxonomy files in a way that facilitates digital comparability of tagged information, globally
- Best practice for creating regulator-specific taxonomies and regulator-specific extensions

Questions



Visit [ifrs.org](https://www.ifrs.org) to find out more

- [Access](#) the Standards and supporting materials
- Listen to the monthly [podcast](#)
- Respond to live [consultations](#)
- [Sign up](#) for news alerts
- Learn about [digital financial reporting](#) resources
- [Observe](#) ISSB meetings
- [Join](#) the team