

ISSB consultation on agenda priorities and SASB Standards

June 2023

Agenda

Consultation: Agenda priorities

- Project considerations
- Proposed topics
- Assessment criteria

Consultation: International applicability of SASB Standards

- Where SASB Standards feature
- Revision approaches

How to connect

Agenda priorities project

Project considerations

- Goal is to establish a two-year work plan
- Commitments include IFRS S1/S2 implementation, capacity building, and SASB Standards maintenance
- All proposed projects are considered 'large'
- Projects not added to the work plan could be adopted in the future
- Respondents can suggest additional topics

Proposed topics



Biodiversity,
ecosystems and
ecosystem services



Human capital



Human rights



Integration in
reporting

Biodiversity, ecosystems and ecosystem services

Biodiversity: The variety of living organisms and the way they interact.



Together with functioning **ecosystems**, biodiversity supplies us with clean air, pollination, water treatment, and other **ecosystem services**.

Biodiversity, ecosystems and ecosystem services

- Over half the world's GDP relies on biodiversity, ecosystems and ecosystem services
- Effective disclosure improves business resilience (stability of resource supply and pricing)
- Potential sub-topics:
 - Water
 - Land use/change
 - Pollution
 - Resource exploitation
 - Invasive non-native species

Human capital

Those who make up the workforce (includes skills, knowledge, capabilities, motivation to innovate).



- Affects the ability to deliver products/services, attract talent, and improve productivity
- Potential subtopics:
 - Worker wellbeing
 - Diversity, equity and inclusion
 - Employee engagement

Human rights

Fundamental rights that exist to all humans. Includes right to life, food, education, work, health, and liberty.



- Business implications:
 - Social license to operate
 - Risks and opportunities
- Research could examine variance across jurisdictions business models, tools and metrics

Integration in reporting

Core concepts

- 1 Enterprise value is inextricably linked to value created, preserved, or eroded for others
- 2 Value creation relies on interdependent resources and relationships
- 3 Key relationships should be communicated in a clear, concise, and cohesive way

Integration in reporting


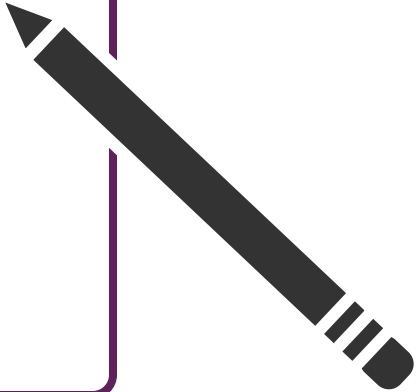
Potential sources

- IASB Management Commentary
- Integrated Reporting Framework

Project leadership

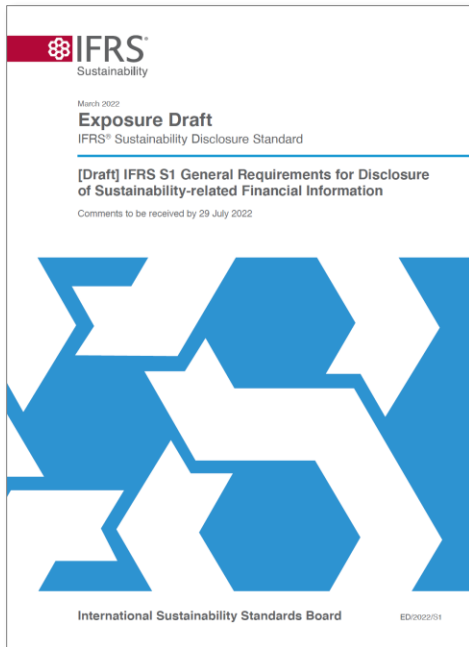
- Formal joint project with the IASB
- ISSB project, which could still draw on input from the IASB as needed

Assessment criteria

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- Importance to investors
 - Current deficiencies in disclosure
 - Company types affected; prevalence
 - Pervasiveness, acuteness
 - Interaction with other projects
 - Complexity and feasibility
 - Capacity for timely progress
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International applicability of SASB Standards

Where SASB Standards feature



General Requirements

Requires consideration of SASB Standards when developing disclosure



Climate-related Disclosures

Includes industry-specific requirements (Appendix B)

Revision approaches

1	2	3	4	5
Replace jurisdiction-specific references with internationally-recognized frameworks and guidance	Replace jurisdiction-specific references with internationally-applicable definitions	Replace jurisdiction-specific references with text that points to jurisdictional laws, regulations, or definitions in a generalized way	Remove , in limited cases, metrics that are ill-adapted for international application, or have no international equivalents outside specific jurisdictions	Remove and replace jurisdiction-specific metrics when a relevant replacement can be identified

How to connect

Online survey



<https://connect.frascanada.ca>

Email



cssb.ccnid@frascanada.ca

To learn more, visit

www.frascanada.ca