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# Main highlights

## Background

- ✓ More than 36 jurisdictions adopted or are in the process of adopting ISSB, corresponding more than 50% of world GDP more than 50% GHG emissions.
- ✓ GRI announced the interoperability of GHG inventory and S2.
- ✓ Fragmentation
- ✓ Focus is on S1 e S2

## Main topics:

- Connectivity between FS and Sustainability-related financial disclosures*
- Transition Plan Disclosure Publication*
- SASB*

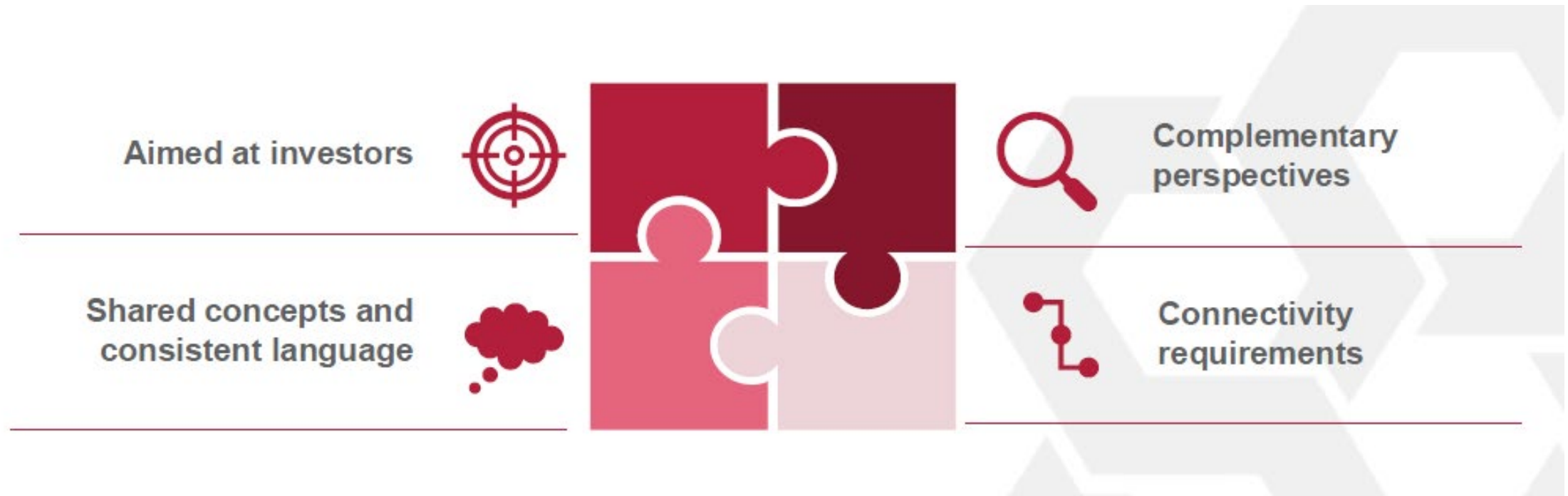


# a. Connectivity - Complementary Information



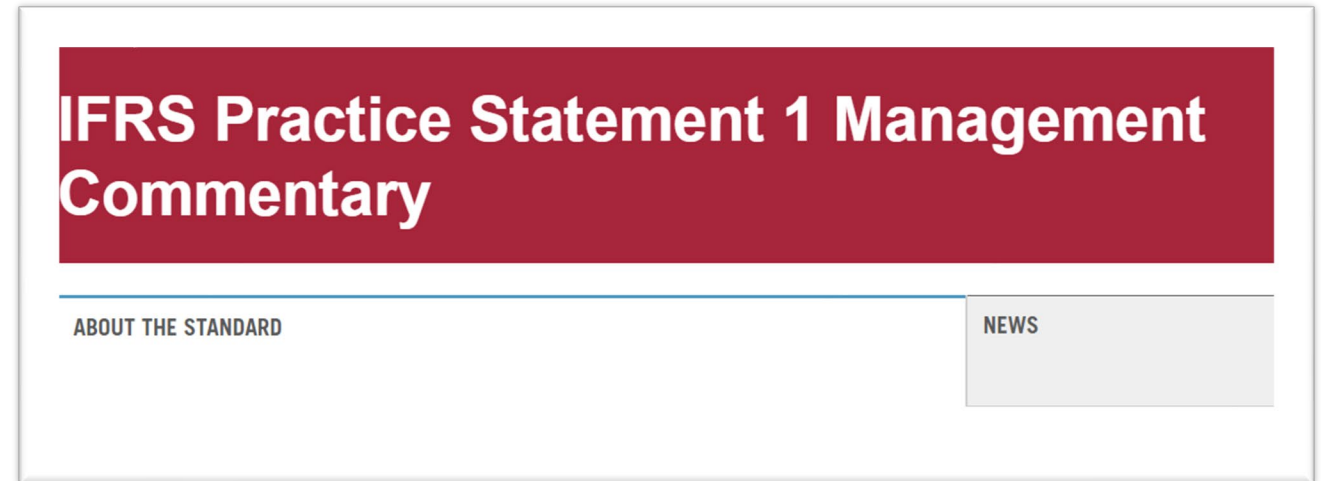
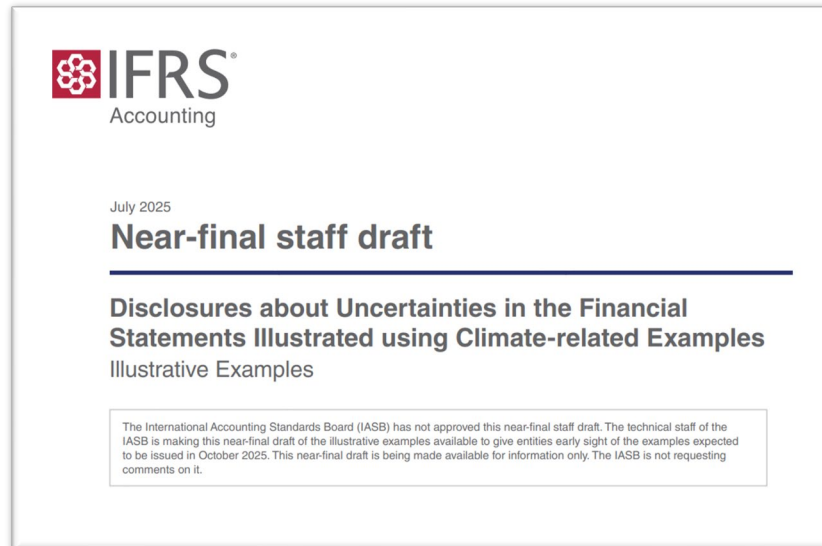


# a. Connectivity



# a. Connectivity: What is new?

- reporting uncertainties in the financial statements using climate-related examples (6 examples)
- Practice Statement 1 Management Commentary



# b. Transition Plan

## What does IFRS require about transition plans?

### IFRS S2 Climate related disclosures, in the strategy part

Par 9(c) disclose information for users to understand effects risks and opportunities on strategy and decision making including information about transition plan

Strategy and decision-making section par 14(a)(iv): any climate-related transition plan the entity has including information about key assumptions used and dependencies on which the plan relies

**IFRS does not require to have a transition plan!**

However if there is no transition plan then that would be expected to be disclosed

# b. Transition Plan

## What does the educational guidance discuss

Based on material of Transition Plan Taskforce

How to apply the disclosure requirements in IFRS S2

Governance:

- Who is responsible for strategic goal, management role in process for strategic goal, incentive and remuneration, skills competencies and knowledge

Strategy

- Transition plan, business model and value chain mitigation and adaptation, plans to achieve targets, funding of implementation, effect on balance sheet, P&L and cash flows, current and anticipated financial effects, scenario analysis

Metrics and targets

**Educational material includes many helpful examples aimed at 7 sectors**

[Disclosing information about an entity's climate-related transition, including information about transition plans, in accordance with IFRS S2](#)



**Disclosing information about an entity's climate-related transition, including information about transition plans, in accordance with IFRS S2**

Guidance document



# c. SASB – what it is?

77 industry-specific disclosure standards

Guide to identify the sustainability factors most relevant to financial performance and company prospects for the typical company in an industry

Transparent, market-informed due process

Used by 3,800+ companies in 80+ jurisdictions

Comparable information for investors and other capital providers





# c. SASB – New material

How to use SASB to **identify**:

- a. Sustainability-related risks and opportunities;
- b. And information to disclose about sustainability-related risks and opportunities.

AREAS OF ISSB STANDARDS THAT REQUIRE AN ENTITY TO 'REFER TO AND CONSIDER THE APPLICABILITY OF' THE ISSB INDUSTRY-BASED GUIDANCE

Meaning of 'shall refer to and consider the applicability of'

CONSIDERATIONS WHEN APPLYING THE ISSB INDUSTRY-BASED GUIDANCE

DISCLOSURES THAT CAN RELATE TO HOW AN ENTITY HAS USED THE ISSB INDUSTRY-BASED GUIDANCE



Using ISSB Industry-based Guidance  
when applying ISSB Standards

Educational material

R&O in value chain  
Aggregation and  
Disaggregation  
Conglomerates  
Transition timeline

# c. SASB – Enhancing SASB

## Objetivos

- Apoiar a implementação das IFRS S1 e IFRS S2
- Aumentar ainda mais a aplicabilidade internacional
- Melhorar a interoperabilidade com outros padrões e estruturas relacionados à sustentabilidade
- Alinhar com os projetos de pesquisa do ISSB e fornecer feedback do setor para esses projetos
- Alinhar a linguagem e os conceitos dos padrões SASB com os Padrões de Divulgação de Sustentabilidade do IFRS

## Phase I – initial priority industries



### Extractives & Minerals Processing

Coal Operations  
Construction Materials  
Iron & Steel Producers  
Metals & Mining  
Oil & Gas – Exploration & Production  
Oil & Gas – Midstream  
Oil & Gas – Refining & Marketing  
Oil & Gas – Services



### Food & Beverage

Processed Foods

Agricultural Products  
Meat, Poultry & Dairy



### Infrastructure

Electric Utilities & Power Generators

\* *targeting  
4Q2025  
exposure drafts*

# ISSB Educational material

**Disclosing information about an entity's climate-related transition, including information about transition plans, in accordance with IFRS S2**

**Greenhouse Gas Emissions Disclosure requirements applying IFRS S2 Climate-related Disclosures**

**Using ISSB Industry-based Guidance when applying ISSB Standards**

**Comparison: IFRS S2 with the TCFD Recommendations [updated in November 2024]**

**Applying IFRS S1 when reporting only climate-related disclosures in accordance with IFRS S2**

**Sustainability-related risks and opportunities and the disclosure of material information**

**ESRS–ISSB Standards Interoperability Guidance**

**Using the SASB Standards to meet the requirements in IFRS S1**

**Interoperability considerations for GHG emissions when applying GRI Standards and ISSB Standards**

**Nature and social aspects of climate-related risks and opportunities**

# Obrigada!

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