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## **EFRAG assessment of interoperability with IFRS Sustainability Standards Cover Note**

### **Objective**

The purpose of this EFRAG SRB session is to receive an update on interoperability and consider EFRAG assessment of the status of interoperability with the IFRS Sustainability Standards, achieved in the final text of ESRS issued through Delegated Acts on 28 July 2023.

### **Background**

The CSRD requires that in adopting the Delegated Acts the European Commission shall to the greatest extent possible take account of the work of global standard-setting initiatives. In addition, ESRS should contribute to convergence of global standards to reduce the risk of inconsistent reporting requirements for undertakings that operate globally.

Starting from the content of the IFRS Sustainability Exposure Drafts of S1 (General Requirements for Disclosure of Sustainability-related Financial Information) and S2 (Climate-related Disclosures) first and from the final standards issued by the ISSB in June 2023, benefitting from an intense dialogue with experts from the ISSB Staff, the European Commission, EFRAG Secretariat and two EFRAG SR TEG members, EFRAG has progressively enhanced the level of alignment between ESRS 1, ESRS 2 and ESRS E1, from one hand, and IFRS S1 and S2 from the other.

It is important to present the EFRAG's assessment at this stage on the interoperability between ESRS 2 General Disclosures and ESRS E1 Climate and IFRS S1 & S2 Climate-related Disclosures and to provide a supporting mapping table, which is a contribution to the ongoing joint work with the ISSB on interoperability guidance on ESRS and ISSB standards.

### ***EFRAG assessment of the status of interoperability between ESRS and ISSB standards***

Refer to paper 04.02 – *EFRAG assessment of interoperability with IFRS Sustainability Standards*

### ***Overall mapping table between ESRS and ISSB standards***

Paper 04.02 – *Draft conclusions on interoperability with ISSB standards and mapping table* includes a supporting mapping table between ESRS2 *General Disclosures* and ESRS E1 *Climate* and IFRS S2 *Climate-related Disclosures*.

### **Questions to EFRAG SRB**

- Do you have comments on the EFRAG assessment of the status of interoperability with IFRS Sustainability Standards presented in papers 04.02?
- Do you have comments on the content of the supporting mapping table in paper 04.02?

