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Diese Unterlage wurde von einem Mitarbeiter des DRSC für die FA-Sitzung erstellt.

IFRS-FA –SITZUNGSUNTERLAGE

Sitzung:	80. IFRS-FA / 20.1.2020 / 12:00 – 13:00 Uhr
TOP:	03 – Accountancy Europe – Interconnected Standard Setting for Corporate Reporting
Thema:	Alternative Ansätze zur Organisation und Standardisierung der nichtfinanziellen Berichterstattung
Unterlage:	80_03a_IFRS-FA_Accountancy Europe_Präsentation

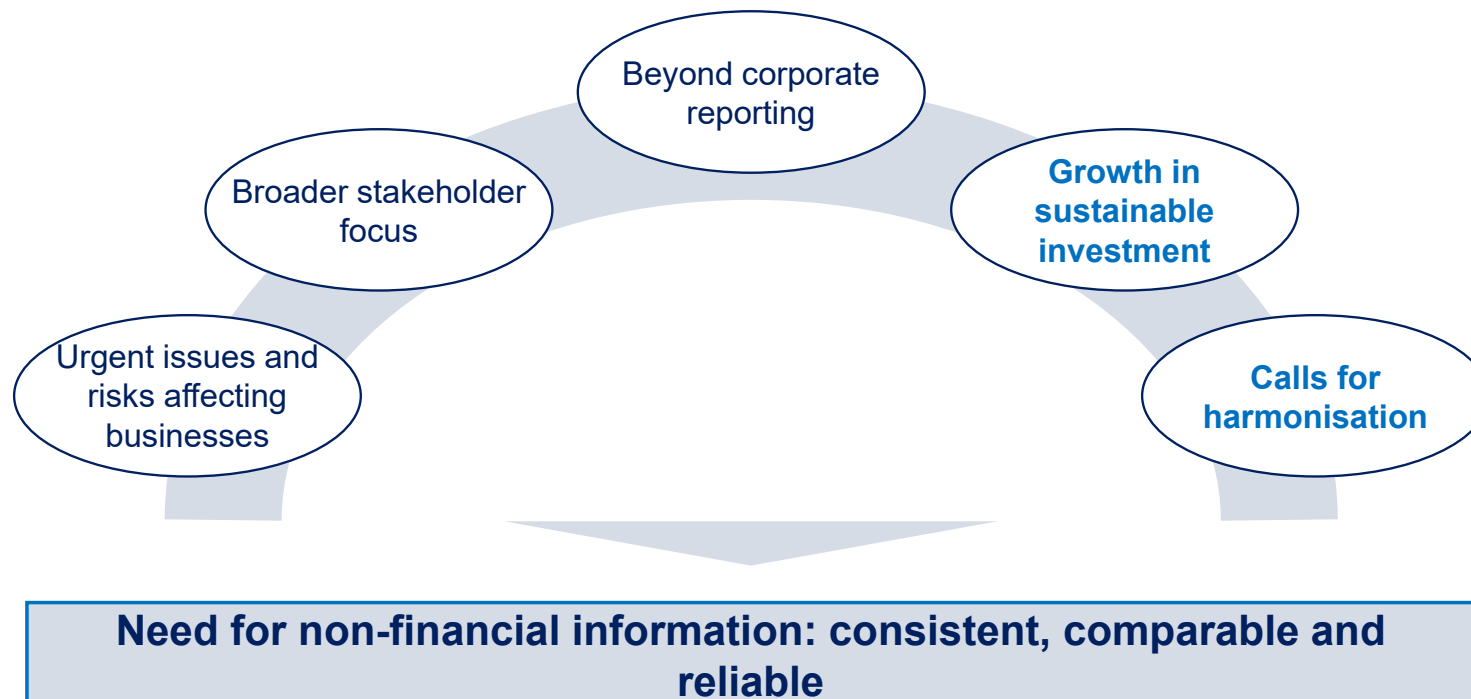
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Why – What - How



Why: Factors driving the need to act



Why – What - How

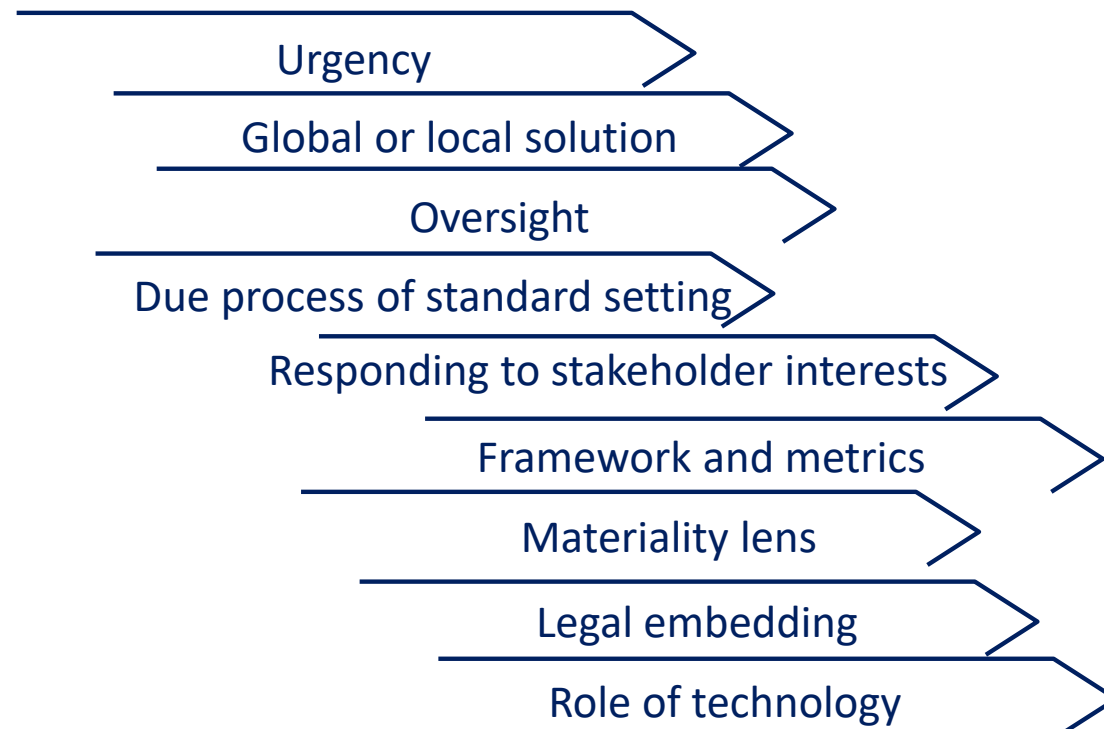


What: A system change



Why – What - How

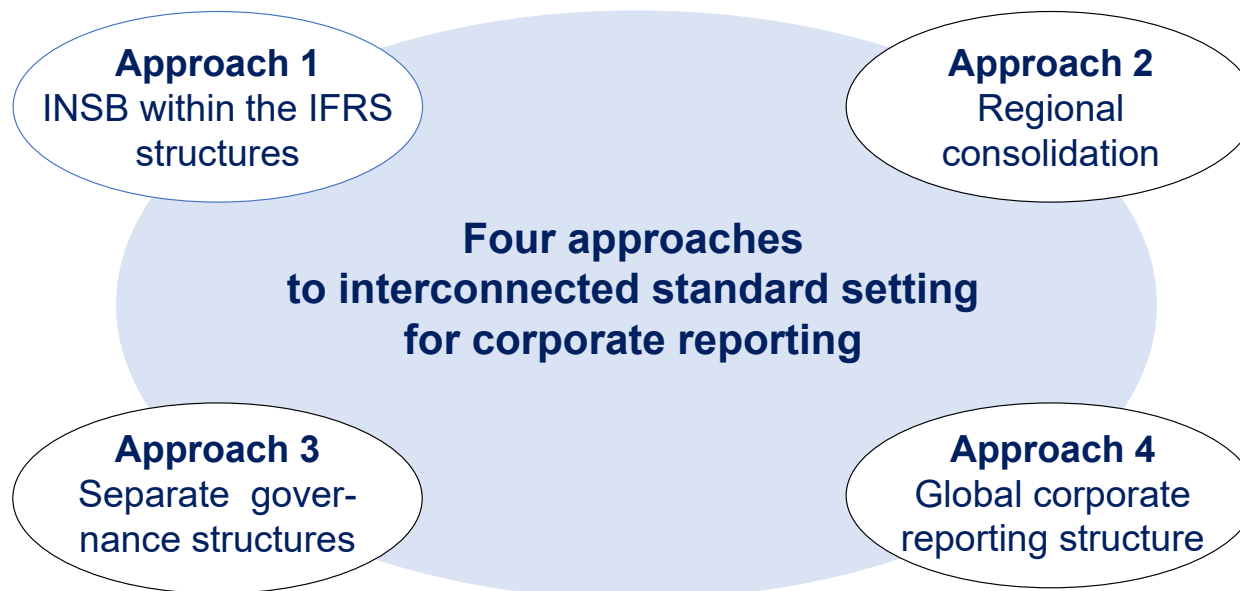
How: Nine criteria to evaluate potential standard setting approaches



Four Approaches to Interconnected Standard Setting



Overview

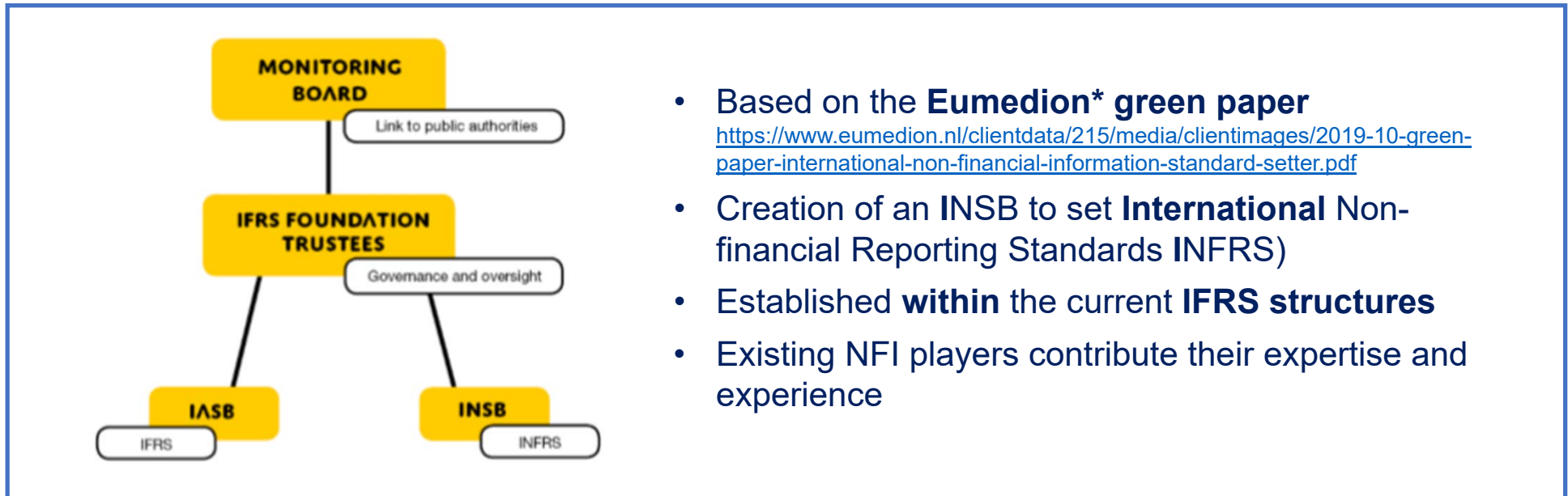


INSB = International Non-financial reporting Standards Board

Four Approaches to Interconnected Standard Setting



Approach 1: INSB within the IFRS structures

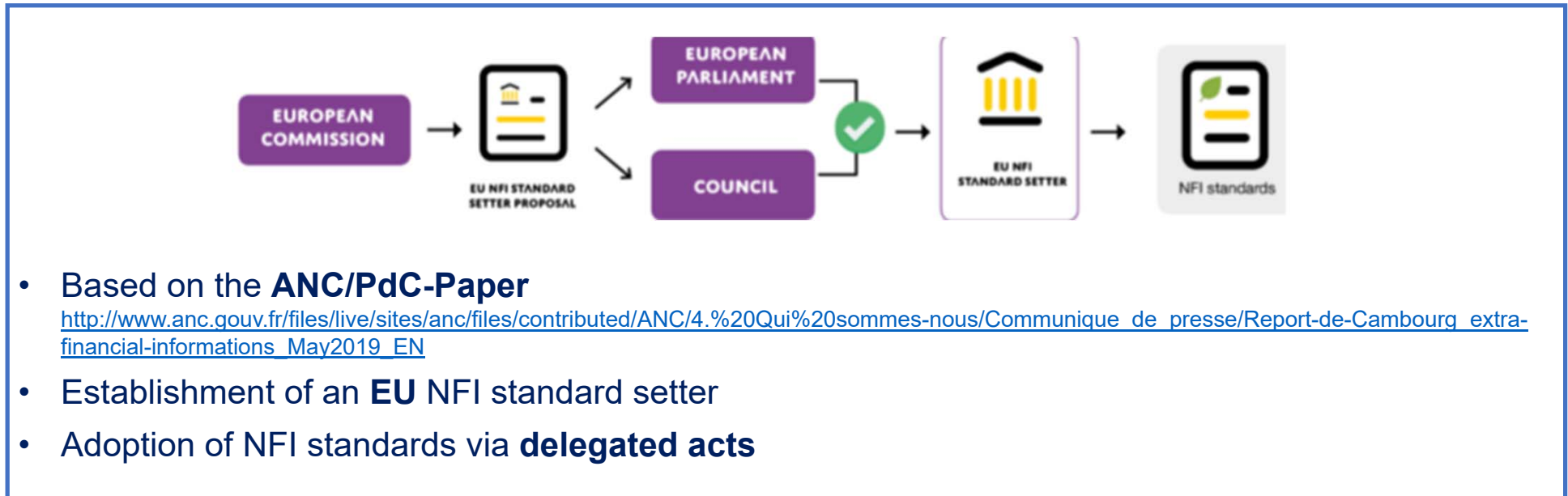


- Based on the **Eumedion*** green paper <https://www.eumedion.nl/clientdata/215/media/clientimages/2019-10-green-paper-international-non-financial-information-standard-setter.pdf>
- Creation of an **INSB** to set **International Non-financial Reporting Standards (INFRS)**
- Established **within** the current **IFRS structures**
- Existing NFI players contribute their expertise and experience

* Eumedion represents the interests of institutional investors in the field of corporate governance and sustainability. All institutional investors that hold shares in Dutch listed companies can become a member of Eumedion. Eumedion is committed to promote good corporate governance and sustainability policies at Dutch listed companies and to promote engaged and responsible shareholdership by its members.

Four Approaches to Interconnected Standard Setting

Approach 2: Regional consolidation



- Based on the **ANC/PdC-Paper**

http://www.anc.gouv.fr/files/live/sites/anc/files/contributed/ANC/4.%20Qui%20sommes-nous/Communique_de_presse/Report-de-Cambourg_extra-financial-informations_May2019_EN

- Establishment of an **EU NFI** standard setter
- Adoption of NFI standards via **delegated acts**

* Delegated acts are legally binding acts that enable the Commission to supplement or amend non-essential parts of EU legislative acts, for example, in order to define detailed measures.

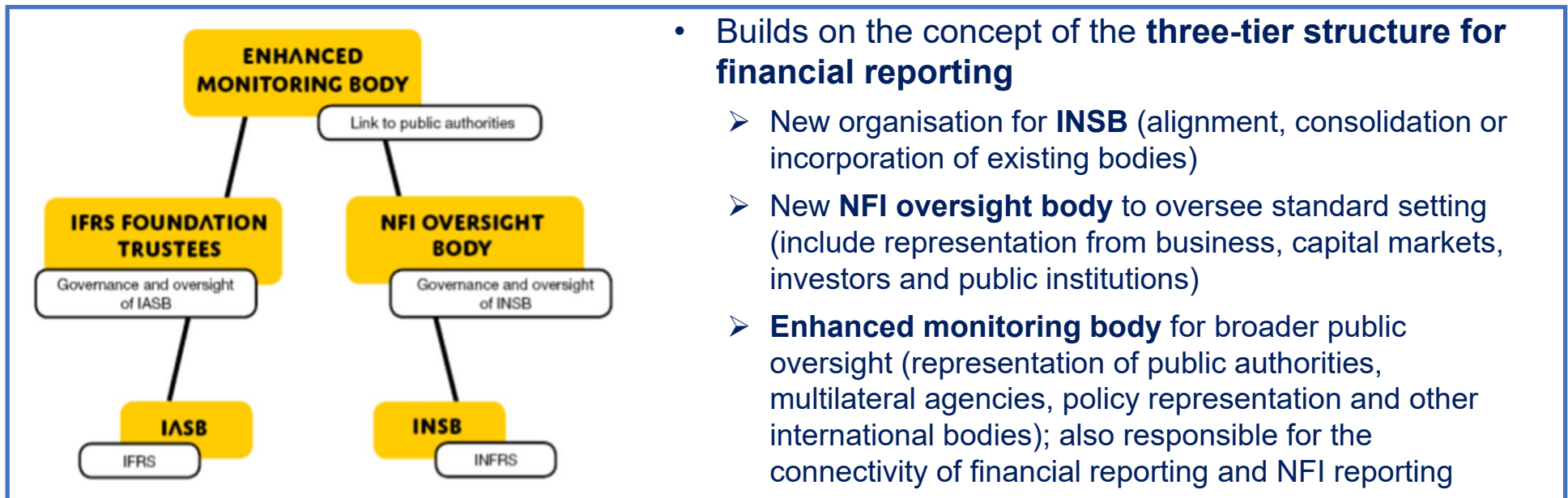
The Commission adopts the delegated act and if Parliament and Council have no objections, it enters into force.

See https://ec.europa.eu/info/law/law-making-process/types-eu-law_en

Four Approaches to Interconnected Standard Setting

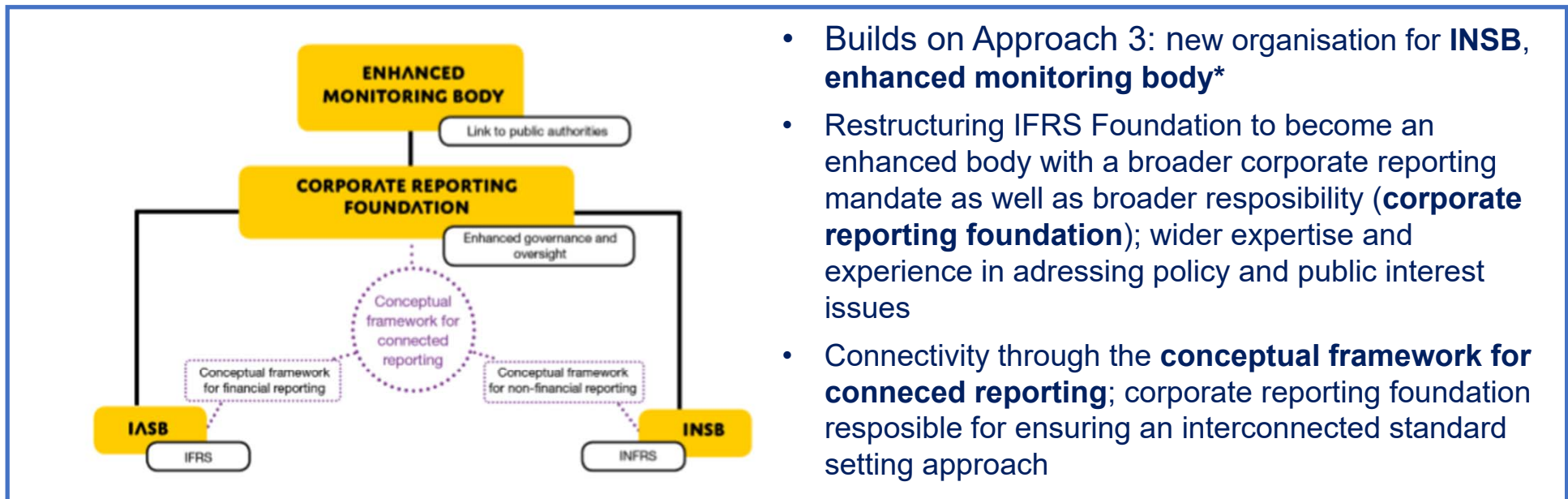


Approach 3: Separate governance structures



Four Approaches to Interconnected Standard Setting

Approach 4: Global corporate reporting structure



- Builds on Approach 3: new organisation for **INSB, enhanced monitoring body***
- Restructuring IFRS Foundation to become an enhanced body with a broader corporate reporting mandate as well as broader responsibility (**corporate reporting foundation**); wider expertise and experience in addressing policy and public interest issues
- Connectivity through the **conceptual framework for connected reporting**; corporate reporting foundation responsible for ensuring an interconnected standard setting approach

* „[...] In view of the growing importance of corporate reporting and of NFI issues, governance and oversight would need to be strengthened (i.e., **the German two-tier board structure** provides a useful model). [...]” p. 20

Conclusion: Where do we go from here



Move from innovative and successful market-led solutions towards global regulation of standard setting for NFI

Approach 4: Global corporate reporting structure

This approach sets a vision for interconnected standard setting for corporate reporting which would provide

- A consistent, core set of global metrics for non-financial reporting within mainstream corporate reporting
- Connectivity between the financial and NFI standard setting bodies
- A global solution, with strengthened oversight over standard setting through enhanced public/private collaboration



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