

International Financial Reporting  
Standards (IFRS) and International  
Sustainability Standards Board  
(ISSB)

**IFRS Foundation completes consolidation with Value Reporting Foundation**

The IFRS Foundation announced the completion of the consolidation of the Value Reporting Foundation (VRF) into the IFRS Foundation. It follows the commitment made at COP26 to consolidate staff and resources of leading global sustainability disclosure initiatives to support the IFRS Foundation's new ISSB's work to develop a comprehensive global baseline of sustainability disclosures for the capital markets.

The VRF's Sustainability Accounting Standards Board (SASB) Standards serve as a key starting point for the development of the IFRS Sustainability Disclosure Standards, while the Integrated Reporting Framework (IRF) provides connectivity between financial statements and sustainability-related financial disclosures.

The consolidation delivers on market demand - including from companies, investors and regulators - for simplification of the sustainability disclosure landscape and follows the consolidation of the Climate Disclosure Standards Board (CDSB) into the IFRS Foundation earlier this year.

The ISSB, which now governs the SASB Standards, is embedding the industry-based approach of the SASB Standards into its standard-setting process, as well as addressing the international applicability of the SASB Standards as a priority. The ISSB encourages companies and investors to continue to provide full support for, and use of, the SASB Standards.

The IFRS Foundation's International Accounting Standards Board (IASB) and the ISSB now assume joint responsibility for the IRF and are working together to agree on how to build on and integrate the IRF into their standard-setting projects and requirements.

The IFRS Foundation is focused on continued market participation in the development of IFRS Sustainability Disclosure Standards, as well as on connectivity in the reporting required by the IASB and the ISSB. To foster this market engagement and to drive continued dialogue, VRF advisory bodies, education, membership and licensing programmes and networks continue under the IFRS Foundation.

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## IFRS Foundation announces appointments to Sustainability Consultative Committee

The Trustees of the IFRS Foundation have confirmed the appointment of 7 organisations and representatives to the Sustainability Consultative Committee (SCC).

The SCC is formed of 4 permanent multilateral member organisations—the International Monetary Fund, the Organisation for Economic Co-operation and Development (OECD), the United Nations and the World Bank. Alongside these permanent organisations, 7 additional expert members have now been appointed.

The SCC's remit is to identify, inform and advise the ISSB on priority sustainability matters and related technical protocols, as well as significant interdependencies between sustainability matters. It will provide a consultative and advisory forum where members can constructively contribute towards the achievement of the ISSB's goal of developing globally accepted, high-quality sustainability disclosure standards.

[Read more](#)

## IASB publishes proposals to update its Accounting Standard for small and medium-sized entities

The IASB has published proposals to update the IFRS for SMEs Accounting Standard to reflect improvements made to full IFRS Accounting Standards, while keeping the Standard suitable for small and medium-sized entities.

The IASB's proposals include updating the principles of the Standard to align to those of [The Conceptual Framework for Financial Reporting](#) issued in 2018 and simplified requirements based on [IFRS 13 Fair Value Measurement](#) and [IFRS 15 Revenue from Contracts with Customers](#).

The IASB is also proposing to update the Standard for new requirements in [IFRS 3](#)

[Business Combinations](#), [IFRS 9 Financial Instruments](#), [IFRS 10 Consolidated Financial Statements](#) and [IFRS 11 Joint Arrangements](#). The proposed updates include other improvements made to full IFRS Accounting Standards since the second edition of IFRS for SMEs Accounting Standard was published in 2015.

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## IASB issues narrow-scope amendments to requirements for sale and leaseback transactions

The IASB has issued amendments to IFRS 16 Leases, which add to requirements explaining how a company accounts for a sale and leaseback after the date of the transaction.

A sale and leaseback is a transaction for which a company sells an asset and leases that same asset back for a period of time from the new owner.

IFRS 16 includes requirements on how to account for a sale and leaseback at the date the transaction takes place. However, IFRS 16 had not specified how to measure the transaction when reporting after that date. The amendments issued add to the sale and leaseback requirements in IFRS 16, thereby supporting the consistent application of the Accounting Standard.

These amendments will not change the accounting for leases other than those arising in a sale and leaseback transaction.

# Indian Accounting Standards (Ind AS)

(IFRS as applicable in India with certain carve-outs)

## Compendium of Indian Accounting Standards (Year 2022-2023)

[Dated July 2022](#)

In view of the dynamic nature of Ind AS, ICAI issues every year, a compilation of the version of Ind AS that are applicable as on date. This Compendium of Ind AS is an endeavour of ICAI to facilitate ease of reference and ready source of comprehensive literature for all those entities that are preparing financial statements under Ind AS, either mandatorily or voluntarily. This publication brings a comprehensive version of IFRS converged Ind AS encompassing all the rounds of amendments issued by MCA till date that are effective for accounting periods beginning on or after 1<sup>st</sup> April 2022.



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