

# ISAs & OTHER PRONOUNCEMENTS OF IAASB UPDATES

October - December 2022

## 1. ISA (International Standards on Auditing)

### i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

### ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
Proposed International Standard on Auditing 500 (Revised), Audit Evidence, and Proposed Conforming and Consequential Amendments to Other ISAs – 24 Oct 2022	These proposed amendments provide changes to one of the fundamental standard and aims to provide a “reference framework” for auditors when making judgments about audit evidence throughout the audit.	April 24, 2023

### iii. FAQs

N/A

### iv. Other Information

#### **New IAASB Fact Sheet Helps Auditors Navigate Quality Management for Group Audits**

On 15th December 2022, IAASB has published a new fact sheet on the interactions between ISA 220 (Revised), which addresses quality management at the engagement level, and ISA 600 on group audits. The fact sheet highlights aspects of a group audit that may be affected by ISA 220 (Revised) and International Standard on Quality Management - 1 addressing quality management at the firm level. This includes the revised definition of engagement team and leadership and direction, supervision, and review responsibilities.

## **IAASB Issues Guidance on How Amendments Made to IFRS Standard IAS 1 Impact the ISAs**

On 16th November 2022, IAASB has published new guidance to help users understand the impact on ISAs due to narrow-scope amendments made to IAS 1, *Presentation of Financial Statements* by IASB.

## **2. ISSB (International Sustainability Standards Board)**

### i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

### ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
NA		

### iii. FAQs

NA

### iv. Other Information

## **ISSB announces guidance and reliefs to support Scope 3 GHG emission disclosures**

On 15<sup>th</sup> December 2022, ISSB has set out a series of guidance and reliefs to support those applying the requirement within its Climate-related Disclosures Standard (S2) to disclose Scope 3 GHG emissions when material for a company. The guidance and reliefs are designed to help companies embed and improve their processes for measurement and disclosure of Scope 3 GHG emissions.

## **ISSB progresses discussions on reference to other standards to support increased interoperability**

On 03<sup>rd</sup> November 2022, ISSB met to review staff proposals to enhance interoperability with other international and jurisdictional sustainability-related standards including SASB Standards, Global Reporting Initiative (GRI) and European Sustainability Reporting Standards (ESRS).

## **ISSB confirms requirement to use climate-related scenario analysis**

On 01<sup>st</sup> November 2022, at the supplementary board meeting, the ISSB voted to confirm that companies are required to use climate-related scenario analysis to report on climate resilience and to identify climate-related risks and opportunities to support their disclosures.

The ISSB also agreed to provide application support to preparers including making use of materials developed by the Task Force for Climate-Related Financial Disclosures (TCFD) to provide guidance to preparers on how to undertake scenario analysis.

### **ISSB unanimously confirms Scope 3 GHG emissions disclosure requirements with strong application support, among key decisions**

On 21<sup>st</sup> October 2022, ISSB of the IFRS Foundation has made significant progress refining its first two proposed sustainability-related disclosure standards—[draft] IFRS S1 *General Requirements for Disclosure of Sustainability-related Financial Information* and [draft] IFRS S2 *Climate-related Disclosures*.

At its October meeting, following careful analysis of the feedback on its proposed standards, the ISSB voted unanimously to require company disclosures on Scope 1, Scope 2 and Scope 3 greenhouse gas (GHG) emissions, applying the current version of the GHG Protocol Corporate Standard. As part of these requirements, the ISSB will develop relief provisions to help companies apply the Scope 3 requirements. This relief will be decided at a future meeting and could include giving companies more time to provide Scope 3 disclosures and working with jurisdictions on so-called ‘safe harbour’ provisions.

## **3. ISAE (International Standard on Assurance Engagements)**

### i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

### ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
NA		

### iii. FAQs

NA

### iv. Other Information

NA

## ISRE (International Standard on Review Engagements)

i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
NA		

iii. FAQs

NA

iv. Other Information

NA

## 4. ISQC (International Standard on Quality Control)

i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
NA		

iii. FAQs

NA

iv. Other Information

NA

## 5. ISRS (International Standard on Related Services)

### i. New Standards

TITLE	DESCRIPTION	EFFECTIVE DATE
NA		

### ii. Exposure Drafts

TITLE	DESCRIPTION	COMMENTS DUE BY
NA		

### iii. FAQs

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### iv. Other Information

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