

PRESENTATION

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**INTEGRATED REPORTING
COMMITTEE (IRC)
OF SOUTH AFRICA**

ANNUAL CONFERENCE

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#IRCSAConf22

CSRD – WHEN AND TO WHOM DOES IT APPLY?

FY24 FY25 FY26 FY27 FY28

Who: ULTIMATELY, ESRSS WOULD BE APPLIED BY (GROUP EXEMPTIONS APPLY):

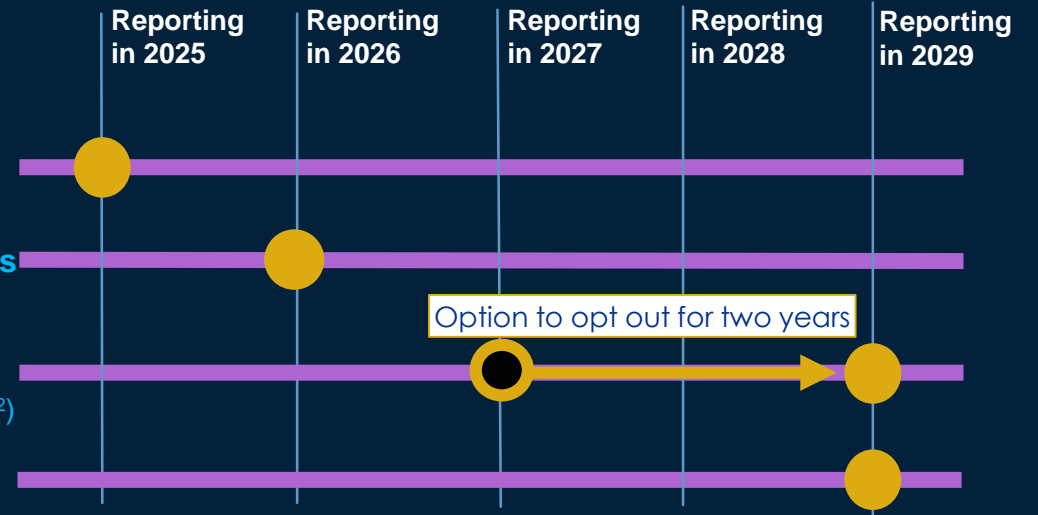
- LARGE EU COMPANIES¹;
- LISTED EU COMPANIES (EXCEPT MICRO-UNDERTAKINGS²); AND
- ULTIMATE NON-EU PARENT COMPANIES³ WITH A COMBINED GROUP TURNOVER IN THE EU OF MORE THAN EUR 150 MILLION.

NFRD companies
(large PIEs)

Other large¹ companies

Listed SMEs³
(except micro-undertakings²)

Non-EU parents³



¹ Large companies are those that exceed on the balance sheet date two of the following three criteria (including subsidiaries): 250 employees, net revenue of EUR 40m or total assets of EUR 20m.

² Micro-undertakings are companies that do not exceed two of the following three criteria (including subsidiaries): 10 employees, net revenue of EUR 700,000 or total assets of EUR 350,000.

³ Separate standards will be developed for SMEs and non-EU parent companies (to be adopted by 30 June 2024).

ESRS – WHAT TO REPORT ON?



ESRS – GOING BEYOND OTHER FRAMEWORKS

Two ISSB standards

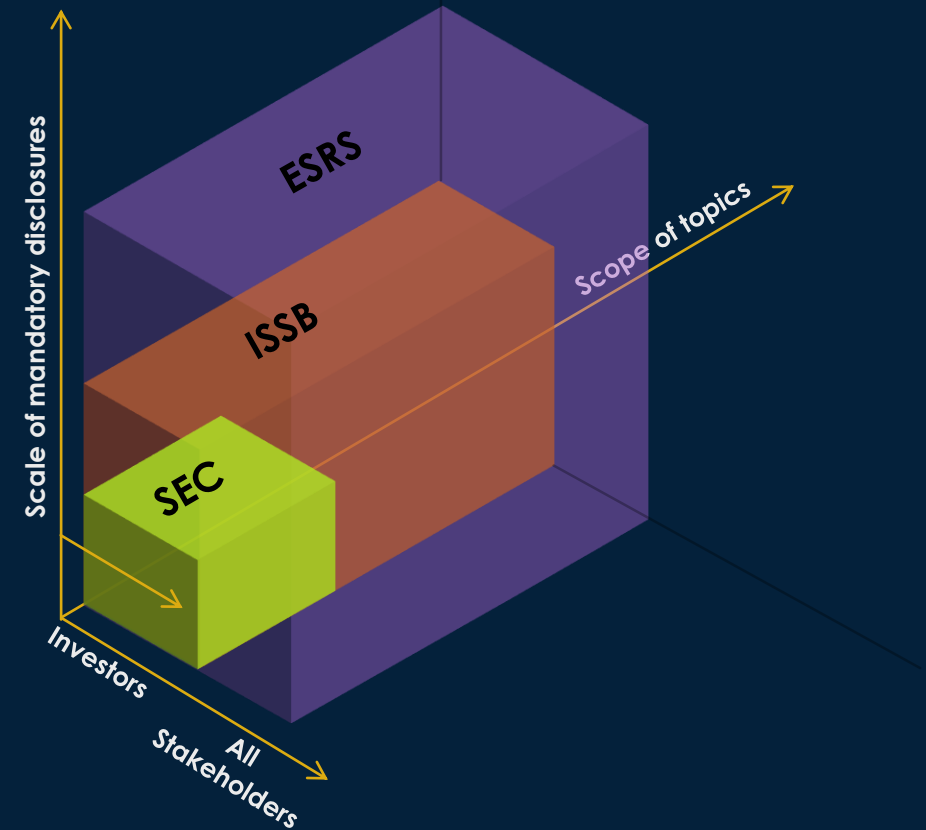
- Investor focus
- General principles, including proposed requirement to report across all significant sustainability-related risks and opportunities (not just climate)
- To date, detailed guidance on climate only¹

Thirteen ESRS standards

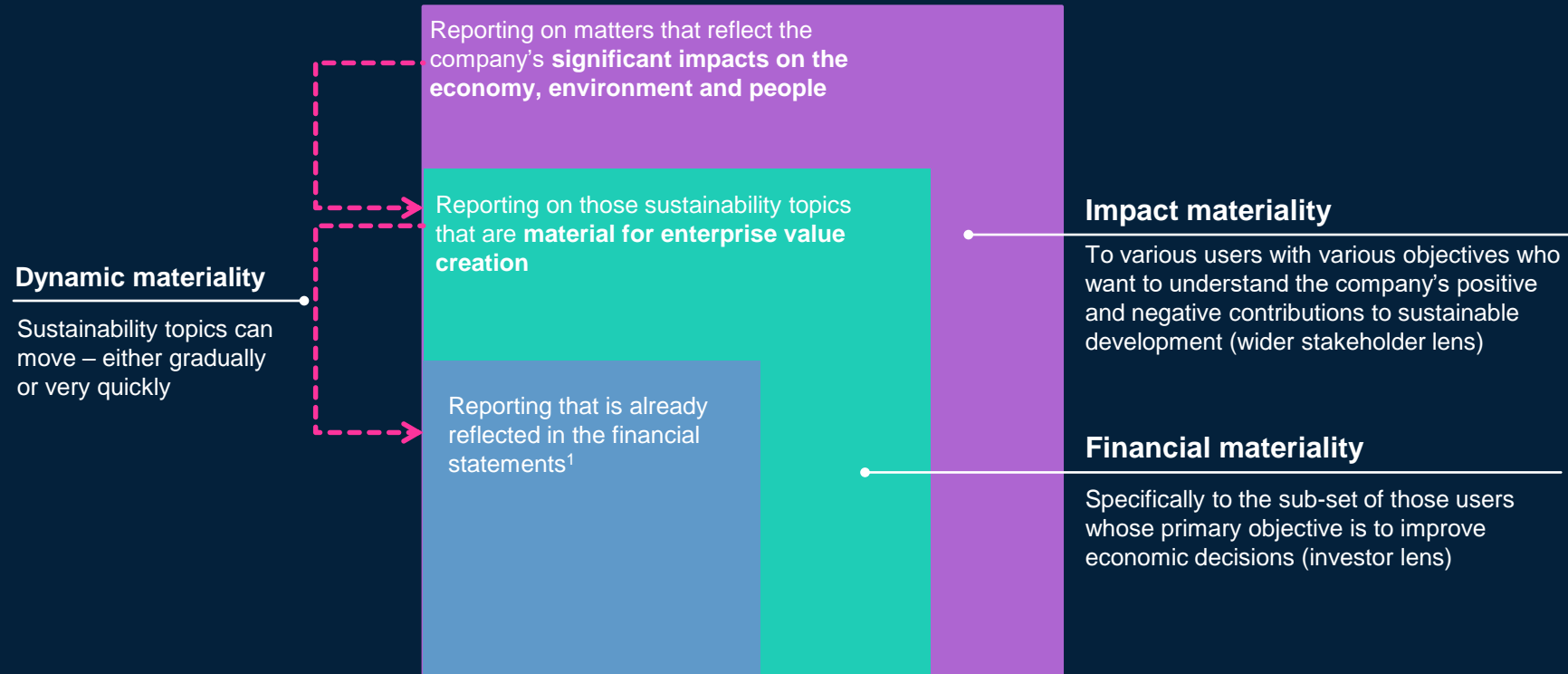
- Multi-stakeholder focus, including investors
- Core principles for disclosure
- To date, granular requirements published for sustainability impacts, risks and opportunities

One SEC climate proposal

- Investor focus
- Detailed requirements to report on climate only



ESRS – CONCEPT OF MATERIALITY



Adapted from: [Statement of Intent to Work Together Towards Comprehensive Corporate Reporting: Summary of alignment discussions among leading sustainability and integrated reporting organisations CDP, CDSB, GRI, IIRC and SASB, September 2020](#); Figure 1 'Dynamic materiality'