

**Consultation on IASB Exposure Draft Climate-related and Other Uncertainties in the Financial Statements**

No.	Questions / Relevant Excerpt	Concerns / Recommendations / Your Comments <i>( please provide detailed rationale and suggested alternatives where appropriate )</i>
1.	<p>Question 1—Providing illustrative examples</p> <p>The IASB is proposing to provide eight examples illustrating how an entity applies the requirements in IFRS Accounting Standards to report the effects of climate-related and other uncertainties in its financial statements. The IASB expects the examples will help to improve the reporting of these effects in the financial statements, including by helping to strengthen connections between an entity’s general purpose financial reports.</p> <p>Paragraphs BC1–BC9 of the Basis for Conclusions further explain the IASB’s rationale for this proposal.</p> <p>(a) Do you agree that providing examples would help improve the reporting of the effects of climate-related and other uncertainties in the financial statements? Why or why not? If you disagree, please explain what you would suggest instead and why.</p> <p>The IASB is proposing to include the examples as illustrative examples accompanying IFRS Accounting Standards instead of publishing them as educational materials or including them in the Standards. Paragraphs BC43–BC45 of the Basis for Conclusions further explain the IASB’s rationale for this proposal.</p> <p>(b) Do you agree with including the examples as illustrative examples accompanying IFRS Accounting Standards? Why or why not? If you disagree, please explain what you would suggest instead and why.</p>	<p>(a) The banks agree that providing examples would enhance entities’ incorporations of climate-related factors and other uncertainties in the financial statements. It provides a clear guideline for financial statement preparers to consider whether climate-related risk and uncertainties would have material impact on the financial statement users when preparing the financial statements and trigger additional disclosure when needed.</p> <p>(b) The banks agree with the approach of including the examples as illustrative examples accompanying IFRS Accounting Standards since it allows greater flexibility in consideration, application and presentation than including the examples in the Accounting Standards.</p> <p>The banks also agreed with para. BC45 to also publish the examples as single document, which enhance the accessibility of the examples and connectivity between Accounting Standards.</p> <p>In addition, the banks suggest that the illustrative examples or cross-references may also add in relevant sessions in IFRS S1/ S2 to better enhance the connectivity of sustainability and climate-related disclosures with other Accounting Standards and easier references.</p>
2.	<p>Question 2—Approach to developing illustrative examples</p> <p>Examples 1–8 in this Exposure Draft illustrate how an entity applies specific requirements in IFRS Accounting Standards. The IASB decided to focus the examples on requirements:</p>	<p>The banks agree with the IASB’s approach and selection of requirements, fact pattern and technical content of the illustrative examples. The examples provide guidance for financial report preparer to consider whether the effects of climate related risk is material to trigger additional disclosures and how those risk and uncertainties affects the carrying amount of assets and liabilities. The examples also provide clear background information and application considerations on relevant accounting standards.</p>

No.	Questions / Relevant Excerpt	Concerns / Recommendations / Your Comments ( please provide detailed rationale and suggested alternatives where appropriate )
	<p>(a) that are among the most relevant for reporting the effects of climate-related and other uncertainties in the financial statements; and</p> <p>(b) that are likely to address the concerns that information about the effects of climate-related risks in the financial statements is insufficient or appears to be inconsistent with information provided in general purpose financial reports outside the financial statements.</p> <p>Paragraphs BC10–BC42 of the Basis for Conclusions further explain the IASB’s overall considerations in developing the examples and the objective and rationale for each example.</p> <p>Do you agree with the IASB’s approach to developing the examples? In particular, do you agree with the selection of requirements and fact patterns illustrated in the examples and the technical content of the examples? Please explain why or why not. If you disagree, please explain what you would suggest instead and why.</p>	
3.	<p>Question 3—Other comments</p> <p>Do you have any other comments on the Exposure Draft?</p>	No other comments.