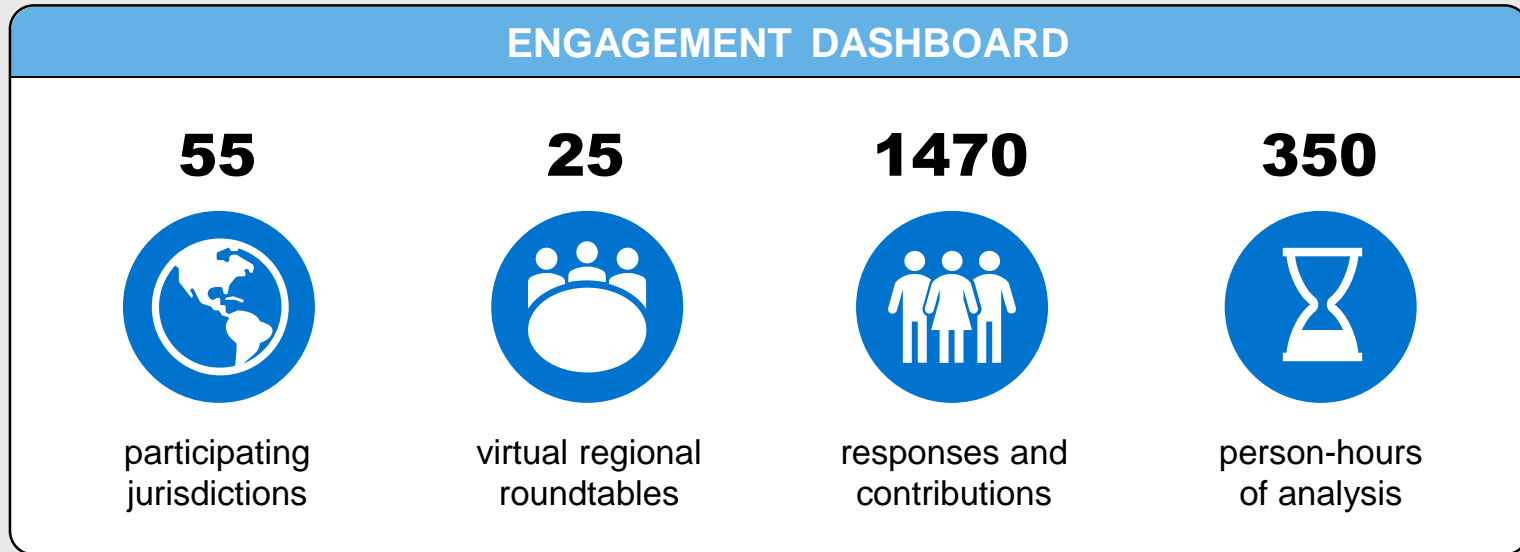


Revision of the International <IR> Framework

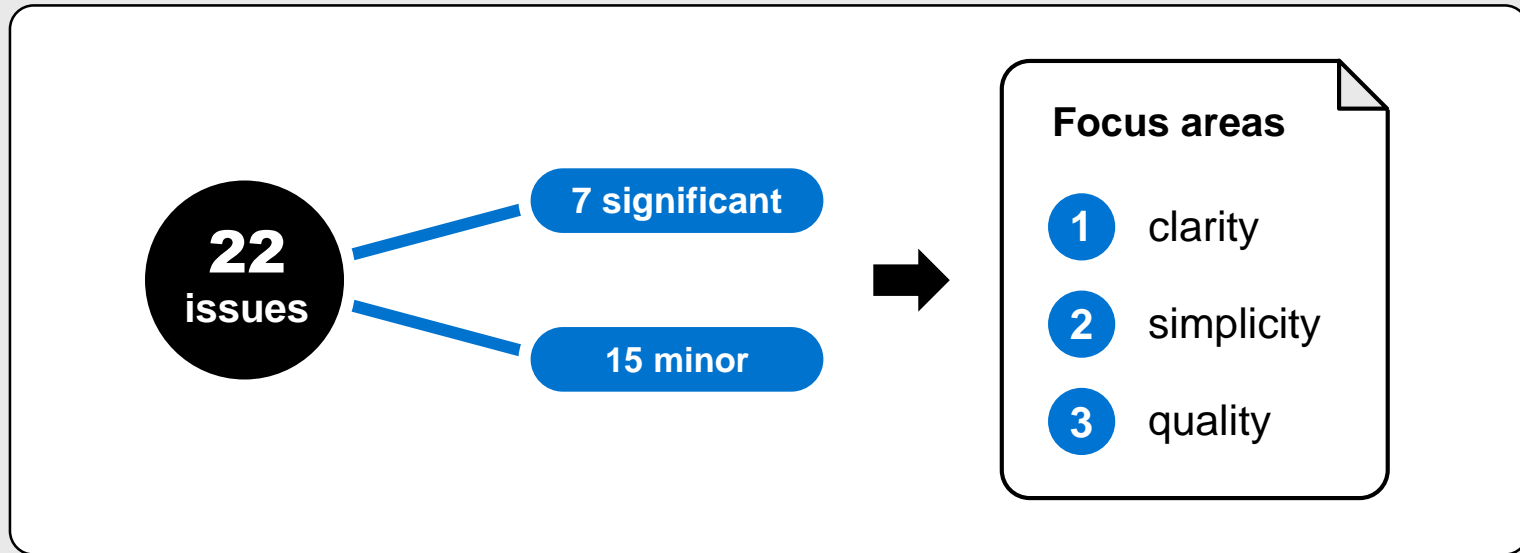
Liz Prescott, Technical Director, IIRC

20 January 2021

<IR> Framework revision process

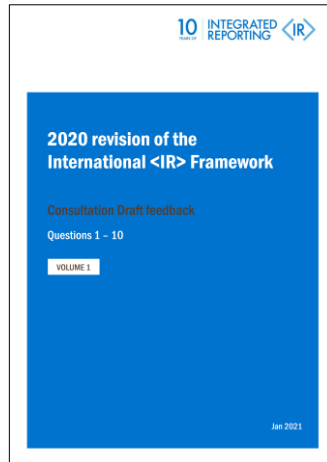


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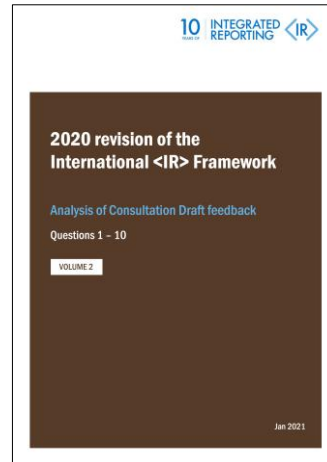


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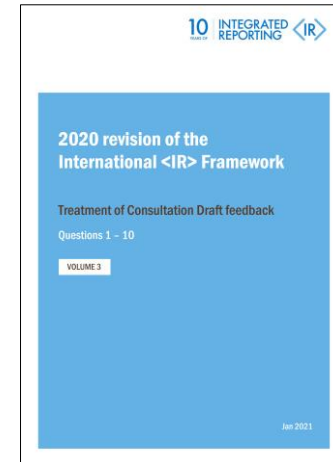
FEEDBACK



ANALYSIS



TREATMENT



<IR> Framework enhancements



1
CLARITY

Distinguishes outputs from outcomes

- ✓ Definition placement
- ✓ Illustrative example
- ✓ Diagram refinements

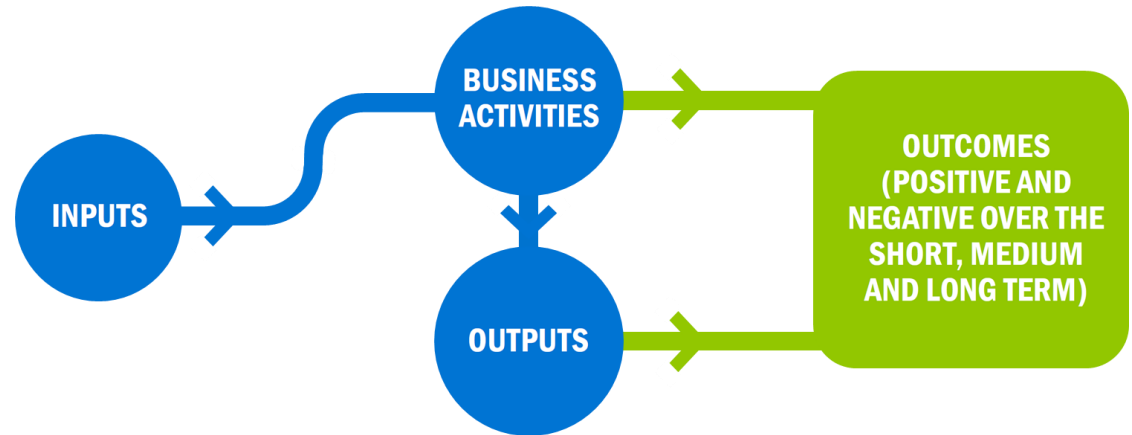
4.19

Figure 2

<IR> Framework enhancements

1
CLARITY

Distinguishes outputs from outcomes



<IR> Framework enhancements



1
CLARITY

Clarifies governance considerations

- ✓ Scope of those charged with governance **Glossary**
- ✓ Entity-specific models **1.22**
- ✓ Collective mind terminology **1.20**

<IR> Framework enhancements



2

SIMPLICITY

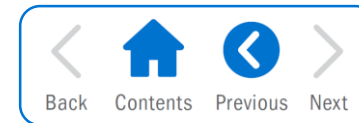
Simplifies statement of responsibility

- ✓ Lower reporting burden
- ✓ Recognition of journey

1.20

Includes user-friendly features and design

- ✓ Easier navigation
- ✓ Improved layout



<IR> Framework enhancements



3
QUALITY

Reinforces need for balance

- ✓ Value creation, preservation and erosion
- ✓ Positive and negative outcomes **4.19** **4.20** **Figure 2**

An automotive manufacturer produces internal combustion engine cars as its core output. Positive outcomes include increases in financial capital (through profits to the company and supply chain partners, shareholder dividends and local tax contributions) and enhanced social and relationship capital (through improved brand and reputation, underpinned by satisfied customers and a commitment to quality and innovation).

Negative outcomes include adverse consequences for natural capital (through product-related fossil fuel depletion and air quality reduction) and reduced social and relationship capital (through the influence of product-related health and environmental concerns on social licence to operate).

**OUTCOMES
(POSITIVE AND
NEGATIVE OVER THE
SHORT, MEDIUM
AND LONG TERM)**

<IR> Framework enhancements



3
QUALITY

Reinforces robustness of reporting

- ✓ Process disclosures **1.23** **1.24**
- ✓ Qualitative and quantitative information **4.20**



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10 YEARS OF INTEGRATED REPORTING <IR>