



26 October 2026

To: **Members of the Hong Kong Institute of CPAs**
All other interested parties

INVITATION TO COMMENT ON THE ISSB EXPOSURE DRAFT
IFRS Sustainability Disclosure Practice Statement 1 *Nature-related Disclosures*

Comments to be received by 12 January 2027

The Sustainability Disclosure Standards Committee (SDSC) of the Hong Kong Institute of Certified Public Accountants (Institute) is seeking comments on the International Sustainability Standards Board (ISSB) Exposure Draft: IFRS Sustainability Disclosure Practice Statement 1 *Nature-related Disclosures* (ED). The ED is available on the Institute's [website](#).

The proposals have been developed to help companies provide material information to investors about nature-related risks and opportunities, including how their dependencies and impacts on nature give rise to those risks and opportunities.

Companies applying IFRS S1 *General Requirements for Disclosure of Sustainability-related Financial Information* are already required to disclose material information about sustainability-related risks and opportunities, including those related to nature, that could affect their prospects. The proposals aim to improve the quality and comparability of nature-related financial information and avoid siloed reporting by highlighting connections with other sustainability-related risks and opportunities, including climate, and information in the financial statements.

In developing the proposals, the ISSB has drawn extensively from the work of the Taskforce on Nature-related Financial Disclosures (TNFD) and has also considered interoperability with the Global Reporting Initiative (GRI) Standards or European Sustainability Reporting Standards (ESRS).

The proposals come in the form of a Practice Statement, which is **voluntary** guidance. **A company need not comply with a Practice Statement to state compliance with ISSB Standards.** The ISSB is seeking feedback on the proposals, including whether to finalise the Practice Statement or issue the nature-related content in another form, such as a Standard.

The SDSC invites your comments on the ED by **12 January 2027**, to allow them to be considered in developing its response, if any, to the ISSB. Comments should be supported by specific reasoning, submitted in written form, and sent by email to commentletters@hkicpa.org.hk.

Comments will be acknowledged and may be made available for public review unless otherwise requested by the respondent.