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**CEO, IIRC**

Sustainability Reporting Forum – Trust,  
Transparency and the Role of Auditors

17<sup>th</sup> June 2018

# Public Sector Commitment to Integrated Reporting



THE UNIVERSITY  
of EDINBURGH



NEW  
ZEALAND  
POST  
GROUP

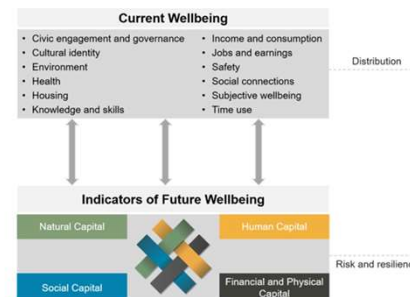


M P A  
SINGAPORE



TE TAI OHANGA  
THE TREASURY

Figure 2 - The Treasury's Living Standards Framework



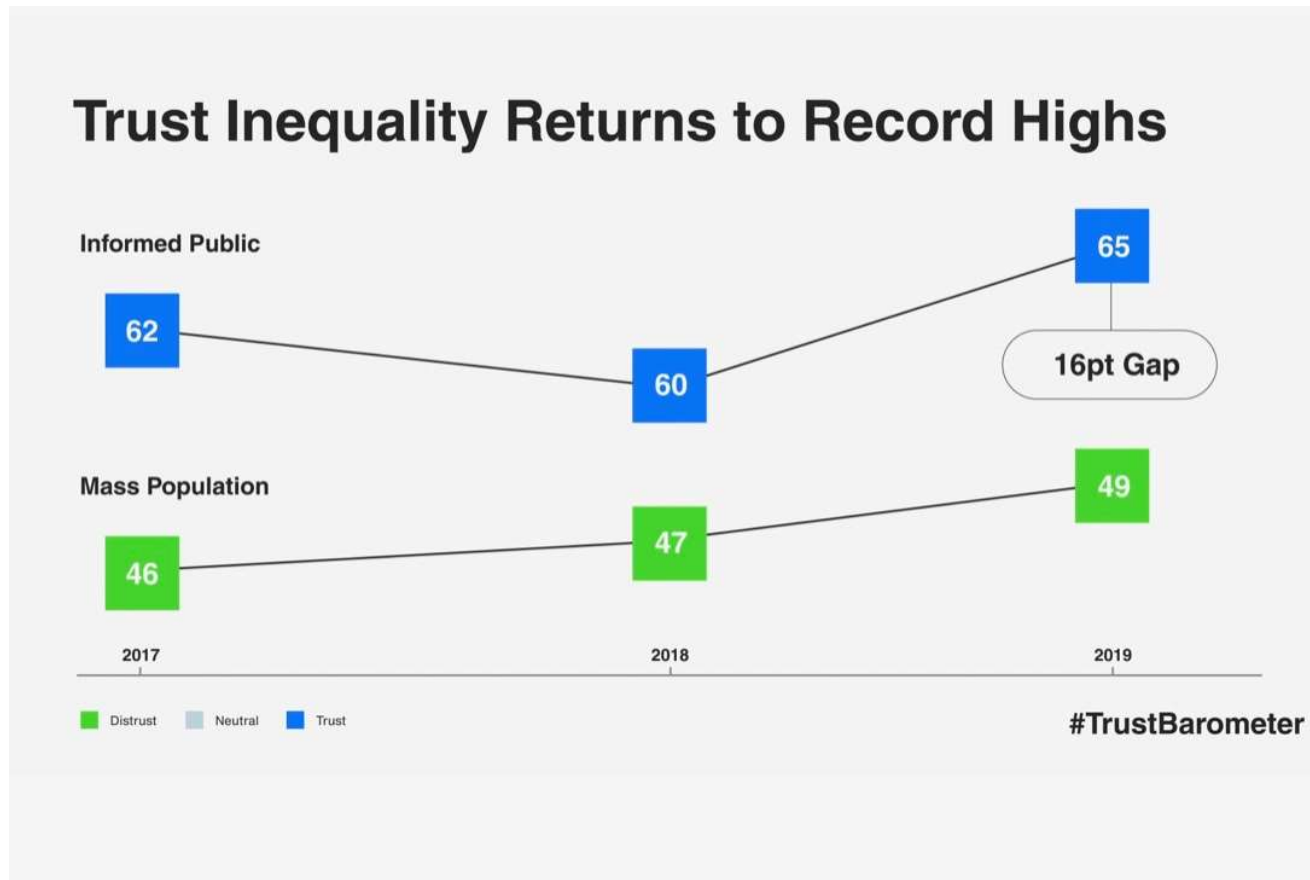
AUDITOR - GENERAL  
SOUTH AFRICA  
*Auditing to build public confidence*



## Growing evidence of assurance of integrated and sustainability reports

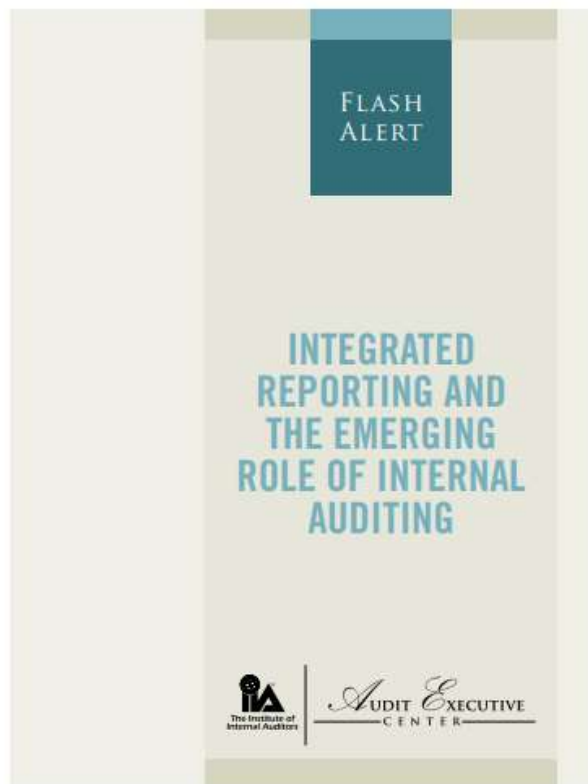
Table 3 2013 AND 2014 BY REGION <u>Integrated Reports with Assurance</u>					
Region	2013	Percentage (%)	Region	2014	Percentage (%)
Africa	36	18%	Africa	38	20.7%
Asia	20	10%	Asia	18	9.8%
Europe	114	57%	Europe	97	52.7%
Latin America & Caribbean	15	7.5%	Latin America & Caribbean	20	10.9%
Northern America	4	2.0%	Northern America	4	2.2%
Oceania	11	5.5%	Oceania	7	3.8%

# Loss of trust in public and private institutions



Source: Edelman Trust Barometer 2019

# Guidance for assurance of integrated/extended reporting



Extended External Reporting (EER)  
Assurance  
IAASB Consultation Paper  
(February 2019)



## Public accountability for the public sector

“Public sector organizations are increasingly challenged with maintaining or improving outcomes within the same or reducing resources. Communicating how, and how well prepared they are, to achieve this is critical to public accountability.”

Professor Mervyn King, Chairman Emeritus, IIRC

# European Commitment to reporting on the SDGs

EUROPEAN UNION

1 NO POVERTY	2 ZERO HUNGER	3 GOOD HEALTH AND WELL-BEING	4 QUALITY EDUCATION	5 GENDER EQUALITY
6 CLEAN WATER AND SANITATION	7 AFFORDABLE AND CLEAN ENERGY	8 DECENT WORK AND ECONOMIC GROWTH	9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	10 REDUCED INEQUALITIES
11 SUSTAINABLE CITIES AND COMMUNITIES	SUSTAINABLE DEVELOPMENT GOALS			12 RESPONSIBLE CONSUMPTION AND PRODUCTION
13 CLIMATE ACTION	14 LIFE BELOW WATER	15 LIFE ON LAND	16 PEACE, JUSTICE AND STRONG INSTITUTIONS	17 PARTNERSHIPS FOR THE GOALS

Europe moving towards a sustainable future

Contribution of the SDG Multi-Stakeholder Platform to the Reflection Paper "Towards a sustainable Europe by 2030" October 2018



# Audit reform is happening - but which reform?

Auditors 'in the dock' over Carillion as report calls for Big Four break-up

## Auditors 'in the dock' over Carillion as report calls for Big Four break-up

Inquiry report is scathing of Carillion directors and auditors and calls for the audit market to be referred to the Competition and Markets Authority with a view to assessing the break-up of the Big Four

KPMG fined £4.8m over Miller Energy audit

## KPMG fined £4.8m over Miller Energy audit

PwC fined £5.1m for 'extensive misconduct' over RSM Tenon audit

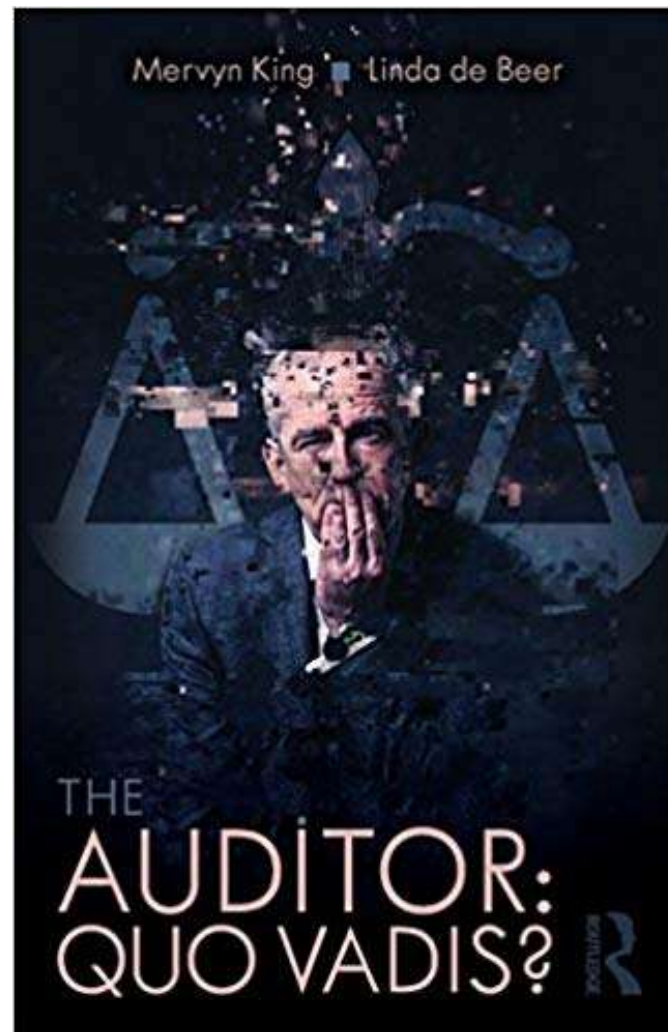
## EY fined £1.8m over Tech Data audit

The Financial Reporting Council (FRC) has fined the Big Four firm over its audit of Tech Data Limited (formerly known as Computer 2000 Distribution Limited)

U.S. LEGAL NEWS AUGUST 3, 2017 / 12:40 AM / 2 YEARS AGO

## PwC to pay \$1 mln to settle Merrill Lynch audit complaint





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**Thank you**

International Integrated Reporting Council

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