

REPORTING FRAMEWORKS AT A GLANCE – FINANCIAL YEARS ENDED 31 MARCH OR 30 JUNE 2018

Entity	Reporting framework	Directive 5						
		Appendix in Directive 5	Standards of GRAP ¹	IPSASs	IFRSs ²	Formulating an accounting policy using Standards approved, not yet effective	Transitional arrangements	Transitional provisions
National and provincial Departments	Modified cash basis of accounting							
Trading entities	Standards of GRAP	C3	Paragraph B1 – B4 and B8 – B9	No mandatory IPSASs	Paragraph B5	<p><u>Must formulate an accounting policy in the following areas using:</u> GRAP 32, 105, 106, 107, 108 and IGRAP 17.</p> <p><u>Choices regarding disclosures in the financial statements:</u></p> <p>An entity must disclose information on related parties. An entity can however continue to use IPSAS 20 (which was required in previous reporting periods), or it can use GRAP 20 to inform these disclosures.</p>	Directive 7	Directive 9, with reference to directive 2 or 4
National and provincial public entities (PFMA schedule 3A and 3C)	Standards of GRAP	C1	Paragraph B1 – B4	No mandatory IPSASs	Paragraph B5	<p><u>Choices regarding disclosures in the financial statements:</u></p> <p>An entity must disclose information on related parties. An entity can however continue to use IPSAS 20 (which was required in previous reporting periods), or it can use GRAP 20 to inform these disclosures.</p>	Directive 7	Directive 2
Constitutional Institutions (PFMA schedule 1)	Standards of GRAP	C1	Paragraph B1– B4	No mandatory IPSASs	Paragraph B5		Directive 7	Directive 2
High capacity municipalities	Standards of GRAP	C2	Paragraph B1 – B4 and B7	No mandatory IPSASs	Paragraph B5		Directive 7	Directive 3

¹ Paragraph references to Appendix B of Directive 5.

² Paragraph references to Appendix B of Directive 5.

Entity	Reporting framework	Directive 5						
		Appendix in Directive 5	Standards of GRAP ¹	IPSASs	IFRSs ²	Formulating an accounting policy using Standards approved, not yet effective	Transitional arrangements	Transitional provisions
Medium capacity municipalities	Standards of GRAP	C2	Paragraph B1 – B4 and B7	No mandatory IPSASs	Paragraph B5		Directive 7	Directive 4
Low capacity municipalities	Standards of GRAP	C2	Paragraph B1 – B4 and B7	No mandatory IPSASs	Paragraph B5		Directive 7	Directive 4
Municipal entities	Standards of GRAP	C2	Paragraph B1 – B4 and B7	No mandatory IPSASs	Paragraph B5		Directive 7	Directive 2
Parliament	Standards of GRAP	C3	Paragraph B1 – B4 and B8 – B9	No mandatory IPSASs	Paragraph B5	<u>Must formulate an accounting policy in the following areas using:</u>	Directive 7	Directive 8
Provincial legislatures	Standards of GRAP	C3	Paragraph B1 – B4 and B8 – B9	No mandatory IPSASs	Paragraph B5	<ul style="list-style-type: none"> · GRAP 32, 105, 106, 107, 108 and IGRAP 17. <u>Choices regarding disclosures in the financial statements:</u> <ul style="list-style-type: none"> · An entity must disclose information on related parties. An entity can however continue to use IPSAS 20, or it can use GRAP 20 to inform these disclosures. 	Directive 7	Directive 8
Public FET Colleges ³	Standards of GRAP	C1	Paragraph B1 – B4	No mandatory IPSASs	Paragraph B5	<u>Must formulate an accounting policy in the following areas using:</u> <ul style="list-style-type: none"> · GRAP 32, 108 and IGRAP 17. <u>Choices regarding disclosures in the financial statements:</u> <ul style="list-style-type: none"> · An entity must disclose information on related parties. An entity can however continue to use IPSAS 20 (which was required in previous reporting periods), or it can use GRAP 20 	Directive 7	Directive 10, with reference to directive 2

³ The Minister of Higher Education approved the application of Standards of GRAP by Public FET Colleges for periods commencing on or after 1 January 2014.

Entity	Reporting framework	Directive 5						
		Appendix in Directive 5	Standards of GRAP ¹	IPSASs	IFRSs ²	Formulating an accounting policy using Standards approved, not yet effective	Transitional arrangements	Transitional provisions
						to inform these disclosures.		
National and provincial government business enterprises (PFMA schedule 2, 3B and 3D)	Statements of GAAP or IFRSs ⁴	D						
Entities not listed in the PFMA	Standards of GRAP (Public Audit Act)							

Note: The “Reporting Framework at a Glance for 2018” should be read in conjunction with any Frequently Asked Questions published on the ASB’s website.

⁴ Some GBEs apply IFRSs as they have applied to the National Treasury to apply IFRSs rather than Statements of GAAP and have obtained the necessary approval. Where schedule 3B and 3D entities apply Statements of GAAP, these entities should apply Statements of GAAP as outlined in Appendix C of Directive 5. These entities may also early adopt Directive 12 *The Selection of an Appropriate Reporting Framework by Public Entities*.