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TO: MEMBERS OF THE TECHNICAL COMMITTEE

FROM: SIYASANGA NONDLAZI

SUBJECT: REPORTING FRAMEWORK FOR 2026/27

DATE: 18 AUGUST 2025

FILE REF: Attachment 5(a)

BACKGROUND

1. The Board updates the Directive on *Determining the GRAP Reporting Framework* (Directive 5) in September each year by issuing a new Annexure to outline the reporting framework for the next reporting period.

2. The Secretariat has prepared the Annexure for the reporting period commencing on or after 1 April 2026 for approval.

OBJECTIVE OF THE MEMORANDUM

3. The objective of this memorandum is to present to the Technical Committee the proposed reporting framework for financial periods commencing on or after 1 April 2026.

REPORTING FRAMEWORK FOR 2026/27

4. The reporting framework for 2026/27 is included as attachment 5(b). In line with previous decisions, the Annexure that will accompany Directive 5 merely outlines the changes to the previous reporting framework.

5. The full reporting framework for the period is published on the website for information purposes and is included as attachment 5(c).

6. There are no new or amended pronouncements that are effective for financial periods commencing on or after 1 April 2026.

7. The following pronouncements were approved by the Board but have no effective date determined by the Minister of Finance (refer to attachment 6):

   - GRAP 1 on *Presentation of Financial Statements* (Amendments relating to going concern approved by the Board in December 2022);
   - GRAP 103 on *Heritage Assets* (Approved by the Board in June 2022);
   - *Improvements to the Standards of GRAP*, 2023 (Approved by the Board in September 2023); and

- Amendments to GRAP 105, GRAP 106 and GRAP 107 on transfers of functions and mergers (Approved by the Board in December 2023).

8. The IPSASB issued IPSAS 50 on *Exploration for and Evaluation of Mineral Resources*, which introduces guidance on accounting for exploration and evaluation expenditures. As part of this development, the IPSASB also amended IPSAS 12 on *Inventories* to incorporate guidance from IFRIC 20 on *Stripping Costs in the Production Phase of a Surface Mine*. The Secretariat will assess whether to replace IFRIC 20 with the amendments to IPSAS 12 and similarly consider including IPSAS 50 to replace IFRS 6 on *Exploration for and Evaluation of Mineral Resources* in the GRAP Reporting Framework from the 2027/28 reporting period.

9. A communication will accompany Directive 5, explaining the status of international standards on the Reporting Framework. This is included as attachment 5(d).

ACTION REQUESTED
The Technical Committee is requested to REVIEW the proposed reporting framework for 2026/27, and if considered appropriate, RECOMMEND it to the Board for approval.