

IFRS AT A GLANCE

IAS 24 *Related Party Disclosures*

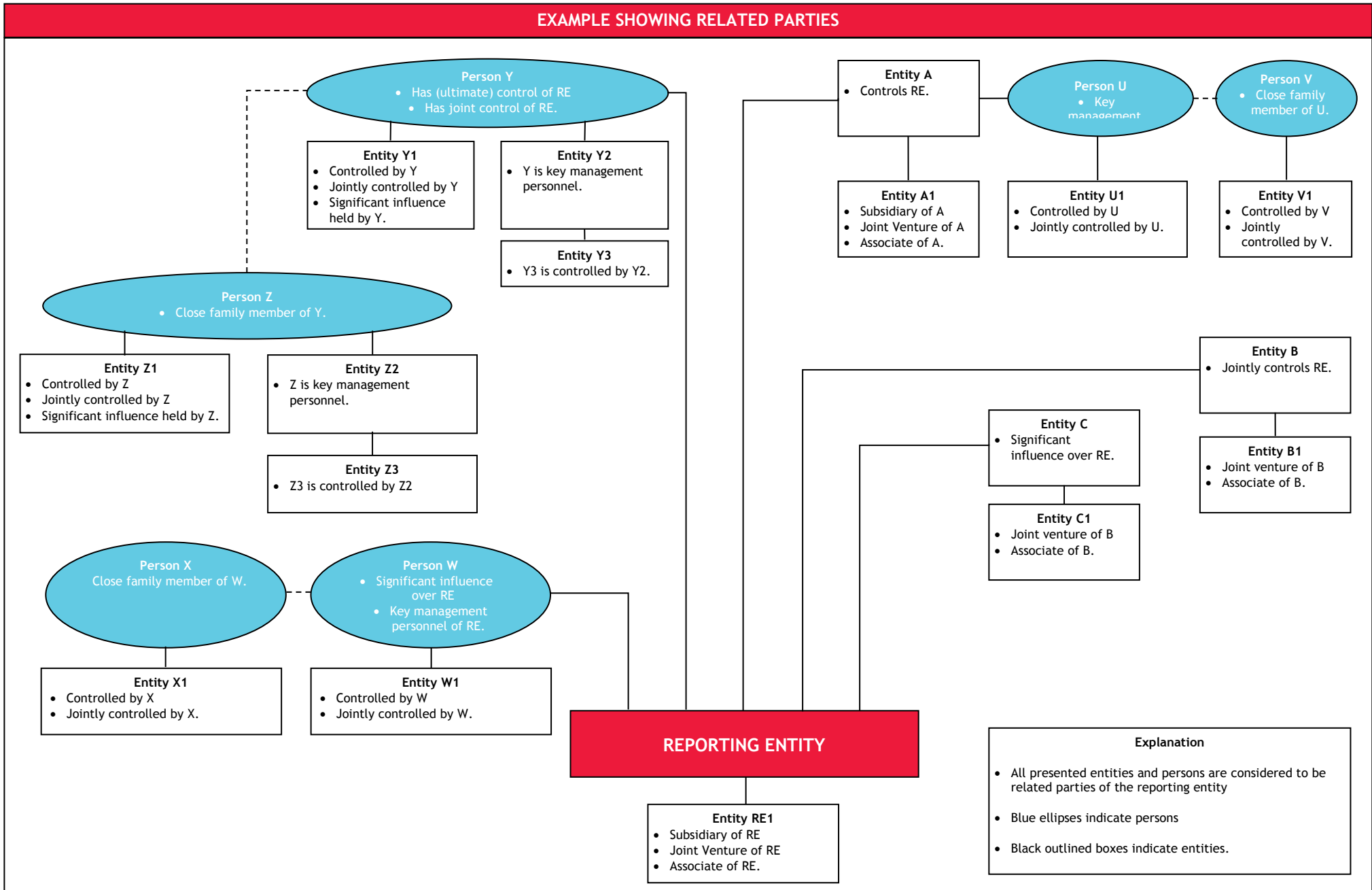


IAS 24 Related Party Disclosures

Effective Date
Periods beginning on or after 1 January 2011

Scope		DEFINITIONS		
<p>IAS 24 shall be applied in:</p> <ul style="list-style-type: none"> Identifying related party relationships and transactions; Identifying outstanding balances, including commitments, between an entity and its related parties; Identifying the circumstances in which disclosure of the items above is required; and determining the disclosures to be made about those items. 	<p>IAS 24 requires disclosure of:</p> <ul style="list-style-type: none"> Related party relationships Related party transactions Outstanding balances with related parties Commitments to related parties. <p>The disclosures have to be made in the related consolidated and separate financial statements of:</p> <ul style="list-style-type: none"> A parent Investors with joint control of an investee Investor with significant influence over an investee. 	<p>Key management personnel Those persons having authority and responsibility for:</p> <ul style="list-style-type: none"> Planning, directing, and controlling the activities of the entity, directly or indirectly, including all directors (executive and non-executive). 	<p>Close family member Includes, but is not limited to:</p> <ul style="list-style-type: none"> Children and Dependents Spouse/Partner Children and Dependents of Spouse/Partner. <p>Need to assess the level of influence on a case-by-case basis.</p>	
GOVERNMENT-RELATED ENTITIES		<p>Related party</p> <ul style="list-style-type: none"> Refer to diagram on next page <p>Related party transaction Transfer of the following between related parties:</p> <ul style="list-style-type: none"> Resources Services Obligations between related parties, whether a price is charged or not. 	<p>Government-related entity Entity that is controlled, jointly controlled or significantly influenced by a 'government'.</p> <p>Government Refers to government, government agencies and similar bodies whether local, national or international.</p>	
DISCLOSURE		<p>Relationships between parents and subsidiaries</p> <ul style="list-style-type: none"> Regardless of whether there have been transactions, disclosure of the name of the parent or ultimate controlling party (if different) is required. <p>If parent or ultimate controlling party did not prepare consolidated financial statements for public use, the name of the next senior parent that does so needs to be disclosed as well.</p>	<p>Key management personnel compensation Disclose in total for the following categories:</p> <ul style="list-style-type: none"> Short-term employee benefits Post-employment benefits Other long-term benefits Termination benefits Share-based payments. <p>Management entities (Effective Date 1 July 2014):</p> <ul style="list-style-type: none"> If an entity obtains key management personnel services from a management entity the requirements of IAS 24.17 to analyse compensation into short term, post-employment, other long term and termination benefits, and share-based payments, do not have to be applied to the compensation paid by the management entity to the management entity's employees or directors. Instead, the entity has to disclose the amount incurred for the service fee paid to the management entity. 	<p>Related party transactions Only if there have been transactions, disclose:</p> <ul style="list-style-type: none"> The nature of related party relationship Information about transactions Information about outstanding balances to understand the potential effect on the Annual Financial Statements Information about impairment or bad debts with related parties. <p>Disclose related party transactions for each category of related parties.</p> <p>The above disclosures shall be presented separately for each of the following categories:</p> <ul style="list-style-type: none"> The parent Entities with joint control of, or significant influence over, the entity Subsidiaries Associates Joint ventures in which the entity is a joint venturer Key management personnel of the entity or its parent Other related parties.

EXAMPLE SHOWING RELATED PARTIES





As at 1 July 2015

For further information about how BDO can assist you and your organisation, please get in touch with one of our key contacts listed below. Alternatively, please visit [www.bdointernational.com/Services/Audit/IFRS/IFRS Country Leaders](http://www.bdointernational.com/Services/Audit/IFRS/IFRS_Country_Leaders) where you can find full lists of regional and country contacts.

Europe

Caroline Allouët	France	caroline.allouet@bdo.fr
Jens Freiberg	Germany	jens.freiberg@bdo.de
Teresa Morahan	Ireland	tmorahan@bdo.ie
Ehud Greenberg	Israel	ehudg@bdo.co.il
Ruud Vergoossen	Netherlands	ruud.vergoossen@bdo.nl
Reidar Jensen	Norway	reidar.jensen@bdo.no
María Sukonkina	Russia	m.sukonkina@bdo.ru
René Krügel	Switzerland	rene.kruegel@bdo.ch
Brian Creighton	United Kingdom	brian.creighton@bdo.co.uk

Asia Pacific

Wayne Basford	Australia	wayne.basford@bdo.com.au
Zheng Xian Hong	China	zheng.xianhong@bdo.com.cn
Fanny Hsiang	Hong Kong	fannyhsiang@bdo.com.hk
Khoon Yeow Tan	Malaysia	tanky@bdo.my

Latin America

Marcelo Canetti	Argentina	mcanetti@bdoargentina.com
Luis Pierrend	Peru	lpierrend@bdo.com.pe
Ernesto Bartesaghi	Uruguay	ebartesaghi@bdo.com.uy

North America & Caribbean

Armand Capisciolto	Canada	acapisciolto@bdo.ca
Wendy Hambleton	USA	whambleton@bdo.com

Middle East

Arshad Gadit	Bahrain	arshad.gadit@bdo.bh
Antoine Gholam	Lebanon	agholam@bdo-lb.com

Sub Saharan Africa

Nigel Griffith	South Africa	ngriffith@bdo.co.za
----------------	--------------	---------------------

This publication has been carefully prepared, but it has been written in general terms and should be seen as broad guidance only. The publication cannot be relied upon to cover specific situations and you should not act, or refrain from acting, upon the information contained therein without obtaining specific professional advice. Please contact your respective BDO member firm to discuss these matters in the context of your particular circumstances. Neither BDO IFR Advisory Limited, Brussels Worldwide Services BVBA, BDO International Limited and/or BDO member firms, nor their respective partners, employees and/or agents accept or assume any liability or duty of care for any loss arising from any action taken or not taken by anyone in reliance on the information in this publication or for any decision based on it.

Service provision within the international BDO network of independent member firms ('the BDO network') in connection with IFRS (comprising International Financial Reporting Standards, International Accounting Standards, and Interpretations developed by the IFRS Interpretations Committee and the former Standing Interpretations Committee), and other documents, as issued by the International Accounting Standards Board, is provided by BDO IFR Advisory Limited, a UK registered company limited by guarantee. Service provision within the BDO network is coordinated by Brussels Worldwide Services BVBA, a limited liability company incorporated in Belgium with its statutory seat in Brussels.

Each of BDO International Limited (the governing entity of the BDO network), Brussels Worldwide Services BVBA, BDO IFR Advisory Limited and the member firms is a separate legal entity and has no liability for another such entity's acts or omissions. Nothing in the arrangements or rules of the BDO network shall constitute or imply an agency relationship or a partnership between BDO International Limited, Brussels Worldwide Services BVBA, BDO IFR Advisory Limited and/or the member firms of the BDO network.

BDO is the brand name for the BDO network and for each of the BDO member firms.

© 2015 BDO IFR Advisory Limited, a UK registered company limited by guarantee. All rights reserved.

www.bdointernational.com