IFRS AT A GLANCE
IAS 24 Related Party Disclosures
IAS 24 Related Party Disclosures

**SCOPE**

IAS 24 shall be applied in:
- Identifying related party relationships and transactions;
- Identifying outstanding balances, including commitments, between an entity and its related parties;

IAS 24 requires disclosure of:
- Related party relationships
- Related party transactions
- Outstanding balances with related parties
- Commitments to related parties.

**DEFINITIONS**

Key management personnel
Those persons having authority and responsibility for:
- Related party
- Refer to diagram on next page
- Related party transaction

Close family member
Includes, but is not limited to:
- Children and Dependents
- Government-related entity
  Entity that is controlled, jointly controlled or significantly influenced by a ‘government’.

**GOVERNMENT-RELATED ENTITIES**

Government-related entities are exempt from the disclosure requirements of paragraph 18 in relation to related party transactions and outstanding balances, including commitments.

**DISCLOSURE**

**Relationships between parents and subsidiaries**
- Regardless of whether there have been transactions, disclosure of the name of the parent or ultimate controlling party (if different) is required.
- If parent or ultimate controlling party did not prepare consolidated financial

**Key management personnel compensation**
Disclose in total for the following categories:
- Short-term employee benefits
- Post-employment benefits
- Other long-term benefits
- Termination benefits

**Related party transactions**
Only if there have been transactions, disclose:
- 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 doubtful debts with related parties.
IAS 24 Related Party Disclosures

EXAMPLE SHOWING RELATED PARTIES

**Person Y**
- Has (ultimate) control of RE and joint control of RE
- **Entity Y1**
  - Controlled by Y
  - Jointly controlled by Y
  - Significant influence held by Y.
- **Entity Y2**
  - Y is key management personnel.
- **Entity Y3**
  - Y3 is controlled by Y2.

**Person Z**
- Close family member of Y.
- **Entity Z1**
  - Controlled by Z
  - Jointly controlled by Z
  - Significant influence held by Z.
- **Entity Z2**
  - Z is key management personnel.
- **Entity Z3**
  - Z3 is controlled by Z2.

**Person X**
- Close family member of W
- **Entity X1**
  - Controlled by X
  - Jointly controlled by X.
- **Entity W1**
  - Controlled by W
  - Jointly controlled by W.

**Person W**
- Significant influence over RE
- **Entity W1**
  - Controlled by W
  - Jointly controlled by W.

**Person U**
- Close family member of U
- **Entity U1**
  - Controlled by U
  - Jointly controlled by U.
- **Entity U1**
  - Controlled by U
  - Jointly controlled by U.

**Person V**
- Close family member of U
- **Entity V1**
  - Controlled by V
  - Jointly controlled by V.
- **Entity V1**
  - Jointly controls RE.

**Entity RE1**
- Subsidiary of RE
- Joint Venture of RE
- Associate of RE.

**Entity RE1**
- Subsidiary of RE
- Joint Venture of RE
- Associate of RE.

**Entity C**
- Significant influence over RE.
- **Entity C1**
  - Joint venture of B
  - Associate of B.

**Entity A**
- Controls RE.
- **Entity A1**
  - Subsidiary of A
  - Joint Venture of A
  - Associate of A.

**Explanation**
- All presented entities and persons are considered to be related parties of the reporting entity
- Blue ellipses indicate persons
- Black outlined boxes indicate entities.

**Impact of IAS 24**
- Effective Date
  - Periods beginning on or after 1 January 2011

**REPORTING ENTITY**

**Entity A**
- Controls RE.
- **Entity A1**
  - Subsidiary of A
  - Joint Venture of A
  - Associate of A.

**Entity U1**
- Controlled by U
- Jointly controlled by U.

**Entity V1**
- Controlled by V
- Jointly controlled by V.
## Contact

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.bdo.global](http://www.bdo.global) where you can find full lists of regional and country contacts.

### EUROPE

<table>
<thead>
<tr>
<th>Contact Name</th>
<th>Country</th>
<th>Email</th>
</tr>
</thead>
<tbody>
<tr>
<td>Anne Catherine Farlay</td>
<td>France</td>
<td><a href="mailto:anecatherine.farlay@bdo.fr">anecatherine.farlay@bdo.fr</a></td>
</tr>
<tr>
<td>Jens Freiberg</td>
<td>Germany</td>
<td><a href="mailto:jens.freiberg@bdo.de">jens.freiberg@bdo.de</a></td>
</tr>
<tr>
<td>Teresa Morahan</td>
<td>Ireland</td>
<td><a href="mailto:tmorahan@bdo.ie">tmorahan@bdo.ie</a></td>
</tr>
<tr>
<td>Ehud Greenberg</td>
<td>Israel</td>
<td><a href="mailto:eHUD@bdo.co.il">eHUD@bdo.co.il</a></td>
</tr>
<tr>
<td>Stefano Bianchi</td>
<td>Italy</td>
<td><a href="mailto:stefano.bianchi@bdo.it">stefano.bianchi@bdo.it</a></td>
</tr>
<tr>
<td>Roald Beumer</td>
<td>Netherlands</td>
<td><a href="mailto:roald.beumer@bdo.nl">roald.beumer@bdo.nl</a></td>
</tr>
<tr>
<td>Reidar Jensen</td>
<td>Norway</td>
<td><a href="mailto:reidar.jensen@bdo.no">reidar.jensen@bdo.no</a></td>
</tr>
<tr>
<td>Leonid Sidelkovskiy</td>
<td>Russia</td>
<td><a href="mailto:L.Sidelkovskiy@bdo.ru">L.Sidelkovskiy@bdo.ru</a></td>
</tr>
<tr>
<td>David Cabaleiro</td>
<td>Spain</td>
<td><a href="mailto:david.cabaleiro@bdo.es">david.cabaleiro@bdo.es</a></td>
</tr>
<tr>
<td>René Füglister</td>
<td>Switzerland</td>
<td><a href="mailto:rene.fueglister@bdo.ch">rene.fueglister@bdo.ch</a></td>
</tr>
<tr>
<td>Moses Serfaty</td>
<td>United Kingdom</td>
<td><a href="mailto:moses.serfaty@bdo.co.uk">moses.serfaty@bdo.co.uk</a></td>
</tr>
</tbody>
</table>

### LATIN AMERICA

<table>
<thead>
<tr>
<th>Contact Name</th>
<th>Country</th>
<th>Email</th>
</tr>
</thead>
<tbody>
<tr>
<td>Marcello Canetti</td>
<td>Argentina</td>
<td><a href="mailto:mcanetti@bdoargentina.com">mcanetti@bdoargentina.com</a></td>
</tr>
<tr>
<td>Victor Ramirez</td>
<td>Colombia</td>
<td><a href="mailto:vramirez@bdo.com.co">vramirez@bdo.com.co</a></td>
</tr>
<tr>
<td>Ernesto Bortesaghi</td>
<td>Uruguay</td>
<td><a href="mailto:ebortesaghi@bdo.com.uy">ebortesaghi@bdo.com.uy</a></td>
</tr>
</tbody>
</table>

### EAST ASIA PACIFIC

<table>
<thead>
<tr>
<th>Contact Name</th>
<th>Country</th>
<th>Email</th>
</tr>
</thead>
<tbody>
<tr>
<td>Aletta Boshoff</td>
<td>Australia</td>
<td><a href="mailto:aletta.boshoff@bdo.com.au">aletta.boshoff@bdo.com.au</a></td>
</tr>
<tr>
<td>Hu Jian Fei</td>
<td>China</td>
<td><a href="mailto:hu.jianfei@bdo.com.cn">hu.jianfei@bdo.com.cn</a></td>
</tr>
<tr>
<td>Fanny Hsiang</td>
<td>Hong Kong</td>
<td><a href="mailto:fannysiang@bdo.com.hk">fannysiang@bdo.com.hk</a></td>
</tr>
<tr>
<td>Pradeep Suresh</td>
<td>India</td>
<td><a href="mailto:pradeepsuresh@bdo.in">pradeepsuresh@bdo.in</a></td>
</tr>
<tr>
<td>Khoon Yeow Tan</td>
<td>Malaysia</td>
<td><a href="mailto:tanky@bdo.my">tanky@bdo.my</a></td>
</tr>
<tr>
<td>Ng Kian Hui</td>
<td>Singapore</td>
<td><a href="mailto:kianhui@bdo.com.sg">kianhui@bdo.com.sg</a></td>
</tr>
</tbody>
</table>

### NORTH AMERICA & CARIBBEAN

<table>
<thead>
<tr>
<th>Contact Name</th>
<th>Country</th>
<th>Email</th>
</tr>
</thead>
<tbody>
<tr>
<td>Armand Capisciolti</td>
<td>Canada</td>
<td><a href="mailto:acapisciolti@bdo.ca">acapisciolti@bdo.ca</a></td>
</tr>
<tr>
<td>Wendy Hambleton</td>
<td>USA</td>
<td><a href="mailto:whambleton@bdo.com">whambleton@bdo.com</a></td>
</tr>
</tbody>
</table>

### SUB SAHARAN AFRICA

<table>
<thead>
<tr>
<th>Contact Name</th>
<th>Country</th>
<th>Email</th>
</tr>
</thead>
<tbody>
<tr>
<td>Theunis Schoeman</td>
<td>South Africa</td>
<td><a href="mailto:tschoeman@bdo.co.za">tschoeman@bdo.co.za</a></td>
</tr>
</tbody>
</table>