

SCOPE	
<p>NZ 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>NZ 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.

DEFINITIONS	
<p>Key management personnel are those persons having authority and responsibility for:</p> <ul style="list-style-type: none"> ▶ Planning, Directing, & Controlling the activities of the entity, directly or indirectly, including all directors (exec & non-exec). 	<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 case-by-case, in terms of level of influence.</p>
<p>A related party transaction is a transfer of:</p> <ul style="list-style-type: none"> ▶ Resources; ▶ Services; or ▶ Obligations between related parties, whether a price is charged or not. 	<p>Government-related entity is an 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>
<p>Related party - Refer to diagram on next page</p>	

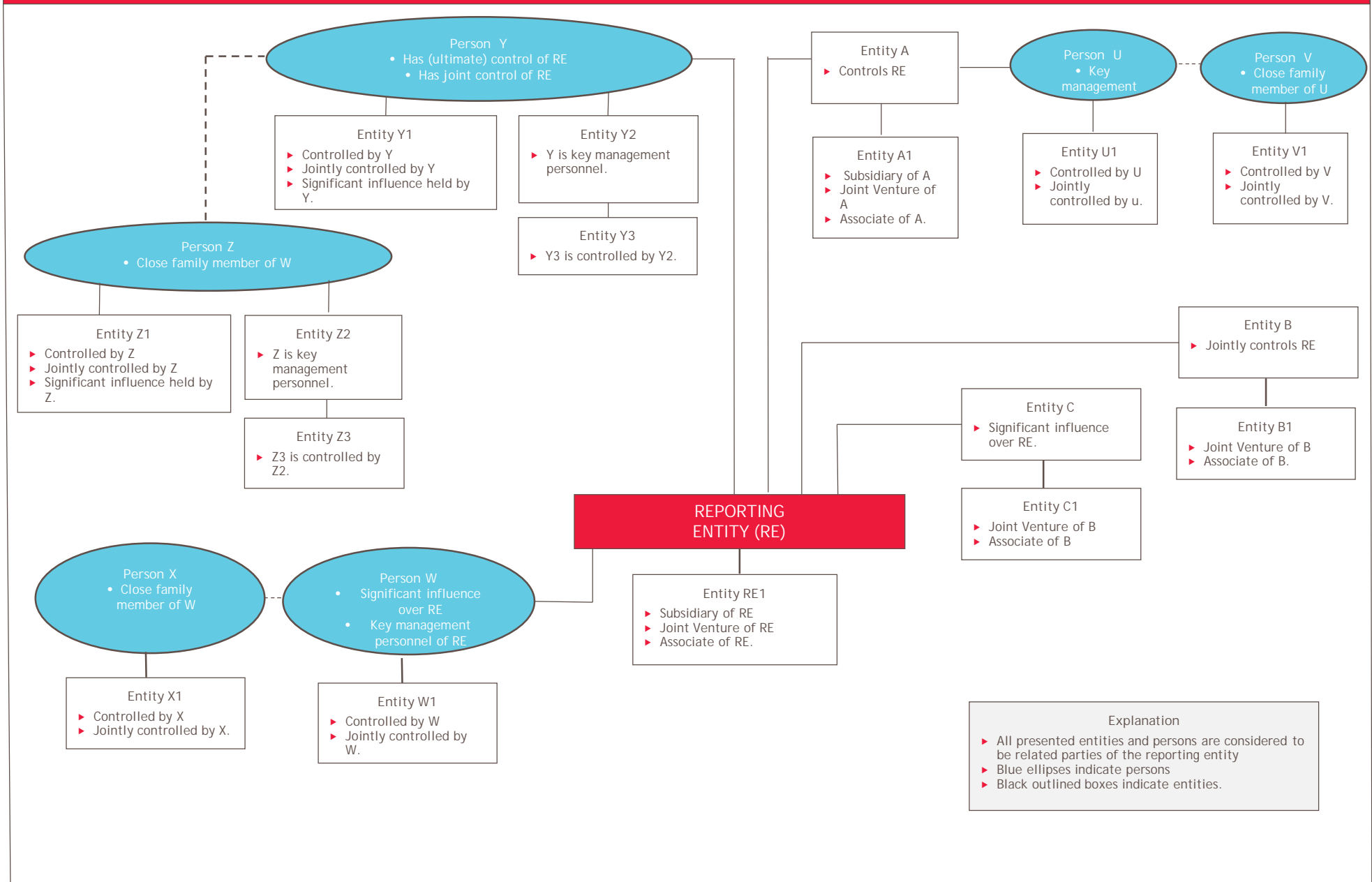
GOVERNMENT-RELATED ENTITIES
<p>Government-related entities are exempt from the disclosure requirements of paragraph 18 in relation to related party transactions and outstanding balances, including commitments.</p> <p>Refer to paragraphs 25 -27 of NZ IAS 24 for specific details of the exemptions.</p>

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 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</p> <p>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; and ▶ Share-based payments. <p>Management entities:</p> <ul style="list-style-type: none"> ▶ If an entity obtains key management personnel services from a management entity the analysis above is not required for 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</p> <p>Only if there have been transactions, then 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; and ▶ 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 must 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.

TIER 2 NZ IFRS RDR REPORTERS
<p>NZ IAS 24 includes RDR disclosure concessions and associated RDR paragraphs.</p>

Although every effort is made to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act upon such information without appropriate professional advice after a thorough examination of the particular facts and circumstances of the situation.
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EXAMPLE SHOWING RELATED PARTIES



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