1B. Flow chart B

Identifying a related party entity under AASB 124 *Related Party Disclosures*

This flow chart is to assist preparers with identifying whether an entity would be considered a related party of the reporting entity.

**Reporting entity:**

**Entity being assessed:**

Is the entity controlled or jointly controlled by a related person of the reporting entity (refer to flow chart A)? (AASB 124.9(b)(vi))

Yes

The **entity** is a related party of the reporting entity, as defined by AASB 124 (9)(b).

Transactions between the entity and the reporting entity would need to be declared.

Note: a $100 000 threshold may be applied to exclude declaring certain transactions on standard terms and conditions less than the threshold.

All other transactions must declared, regardless of the financial amount.

Is the entity a member of the same Group as the reporting entity?
(i.e. it is a parent, subsidiary, or fellow subsidiary of the reporting entity) (AASB 124.9(b)(i)

Is the entity under an associate or joint venture arrangement with the reporting entity? Including where:

* the entity is an associate or joint venture of a member of a Group in which the reporting entity is a member;
* both entities are joint ventures of the same third party; or
* one of the entities is a joint venture of a third party, and the other entity is an associate of the same third party.

(AASB 124.9(b)(ii - iv))

The person is not a related party of the
reporting entity.

Therefore transactions between the person and the reporting entity are not required to be declared.

No

Yes

Yes

No

No

Is the entity a post-employment benefit plan for the benefit of employees of the reporting entity, or an entity related to the reporting entity? (AASB 124.9(b)(v))

No

Is the entity significantly influenced by someone who has control or joint control of the reporting entity? Does a KMP of the entity (or its parent) also have control or joint control of the reporting entity? (AASB 124.9(b(vii))

No

The entity is not a related party of the reporting entity. Therefore transactions between the entity and the reporting entity are not required to be declared.

Yes

Yes

No

Yes