## 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.

**Entity being assessed:**

**Reporting entity:**

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))

**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**.**

**NO**

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))

**YES**

**NO**

**YES**

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))

**YES**

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))

**NO**

**NO**

**YES**

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))

**YES**

**NO**

Does the entity (or a member of a Group in which it is part of) provide KMP services to the reporting entity or to the parent of the reporting entity? (AASB 124.9(b)(viii))

**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.