

IAS24 – Related Party Disclosures

In Class Question

- I. A Ltd owns 50% of B Ltd. A Ltd had sales totalling €200,000 with B Ltd during 2021. At the end of 2021, €50,000 was outstanding in relation to these sales. Are A and B related parties? If so, what disclosures should be made in the 2014 financial statements?

- II. Paul Finch is the Chairman of C Ltd, he is also the Managing Director of D Ltd. C Ltd made sales worth €1,000,000 to D Ltd during 2021. Are C and D related parties? If so, what disclosures should be made in the 2021 financial statements?

- III. Y Ltd is a small shipping company. 100% of Y Ltd's sales total (€5,000,000) is transacted with a single customer X Ltd. Are Y and X related parties?