IAS 24: Key Management Personnel


IAS 24 Related Party Disclosures requires an entity to disclose compensation for key management personnel. Under pre-changeover accounting standards, compensation paid to management was not required to be disclosed because Section 3840 Related Party Transactions did not apply to management compensation arrangements. Depending on the structure of the reporting entity, determining who should be considered key management personnel as defined in IAS 24 can be challenging. The issue for consideration is what factors should be considered when determining key management personnel in order to provide disclosures on compensation required by IAS 24.

Members noted that judgment needs to be used to identify key management personnel, including factors that could be considered, in order to provide the disclosures on compensation required by IAS 24. The Group recommended that this issue not be brought to the attention of the IFRS Interpretations Committee because divergence is not expected to be significant.