



Responses due by 15 September 2023

ACCOUNTING STANDARDS BOARD

QUESTIONNAIRE TO USERS

POST-IMPLEMENTATION REVIEW OF THE STANDARD OF GRAP ON *ACCOUNTING BY PRINCIPALS AND AGENTS*

(GRAP 109)

(ED 200)



Questionnaire to users

Commenting on this questionnaire

The Accounting Standards Board (the Board) is undertaking a post-implementation review of the Standard of GRAP on *Accounting by Principals and Agents* (GRAP 109) (the PIR). The PIR is undertaken to enable the Board to determine if any amendments are required to GRAP 109, and whether any other guidance should be issued to address the issues raised during the review.

The responses received from stakeholders will be used to make recommendations to the Board.

Responses to this questionnaire should be submitted in writing so as to be received by **15 September 2023**. E-mail responses are preferred. Comment should be addressed to:

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Questionnaire to users

Background and purpose of the questionnaire

The Board is undertaking a PIR of the Standard of GRAP on *Accounting by Principals and Agents* (GRAP 109) to assess if the Standard achieved the intended outcome of providing relevant information to the users of financial statements.

This questionnaire is developed to obtain views and comment from users on the usefulness of information provided in the financial statements on principal-agent arrangements. Users of financial statements include service recipients, resource providers, and their representatives. These stakeholders comprise lenders, creditors, donors, others that provide resources on a voluntary basis, Parliament, legislatures, municipal councillors or other relevant authorities and taxpayers.

This questionnaire should be read with the *Invitation to Participate in the Post-implementation Review of the Standard of GRAP on Accounting by Principals and Agents (GRAP 109) (ED 200)* that is available on the ASB's website at <https://www.asb.co.za/ed-200/>.

Request for comment

Comment on this questionnaire is invited by 15 September 2023.

A total of 5 questions is included in this questionnaire.



Questionnaire to users

About the respondent

For the Board to analyse the responses appropriately, it will be helpful for the Board to understand the context in which responses are provided to this questionnaire. For this purpose, please indicate whether the comment is provided in a personal or an organisational capacity.

INFORMATION ABOUT THE RESPONDENT	
Name	
Organisation	
Rank or title of person completing the questionnaire	
Information provided in a personal, or an organisational capacity	
Contact information	E-mail: Telephone:



Summary of questions to users of financial statements

Specific matters for comment

Identifying principal-agent arrangements

Question U1

Does the definition of a principal-agent arrangement in GRAP 109 result in information that is useful in the financial statements, i.e. does the definition align with the arrangements on which you need the information in the financial statements?

Disclosing information about principal-agent arrangements in the financial statements

Question U2

Is the information required by GRAP 109 relevant and useful to hold an entity that is party to a principal-agent arrangement accountable, and to make decisions about the entity and the arrangement?

If yes, what decisions are made with this information?

If no, please provide reasons why the information is not relevant and useful, and indicate what information, in your view, will be relevant and useful.

Question U3

What other information on principal-agent arrangements will you find relevant and useful to hold an entity accountable, and to make decisions about the entity? Please explain why this information will be relevant.

Question U4

Is information (as may be relevant) useful in the financial statements of the principal and the agent respectively about principal-agent arrangements that do not result in financial transactions between the principal and third parties, but are interactions between the principal and third parties?

If the information required by GRAP 109 is not useful, please provide details of the information that is needed in the financial statements of the principal and agent respectively for accountability and decision making purposes, if any.

Question U5

Is the information required by GRAP 2 and GRAP 109 on cash flows from a principal-agent arrangement useful in the financial statements of the principal and the agent respectively to hold both the principal and agent accountable, and for making decisions?

If the information required by GRAP 2 and GRAP 109 is not useful, please provide details of the information that is needed in the financial statements of the principal and agent respectively to hold them accountable and to make decisions.



Questionnaire to users

General matters for comment

Comment on any other matter relating to GRAP 109 is welcome. Comment is most helpful if reference is made to the specific paragraph in GRAP 109 and/or any other Standard of GRAP, if applicable.