

Notes to the Group financial statements continued

Note 28 Related party transactions

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated on consolidation and are not disclosed in this note. Transactions between the Group and its joint ventures and associates are disclosed below: equity-accounted - not consolidated but included in the group.

Transactions

with joint ventures and associates

	Joint ventures		Associates	
	2016 £m	2015 £m	2016 £m	2015 £m
Sales to related parties	408	430	–	–
Purchases from related parties	496	549	14	14
Injection of equity funding	–	14	–	10
Dividends received	32	79	9	9

Sales to related parties consists of services/management fees and loan interest.

Purchases from related parties include £379m (2015: £430m) of rentals payable to the Group's joint ventures (including those joint ventures formed as part of the sale and leaseback programme).

Transactions between the Group and the Group's pension plans are disclosed in Note 26.

Balances

with joint ventures and associates

	Joint ventures		Associates	
	2016 £m	2015 £m	2016 £m	2015 £m
Amounts owed to related parties	13	22	1	1
Amounts owed by related parties	28	17	3	26
Loans to related parties (net of deferred profits)*	149	207	–	–
Loans from related parties	6	16	–	–

* Loans to related parties of £149m (2015: £207m) are presented net of deferred profits of £57m (2015: £67m) historically arising from the sale of property assets to joint ventures.

A number of the Group's subsidiaries are members of one or more partnerships to whom the provisions of the Partnerships (Accounts) Regulations 2008 ('Regulations') apply. The financial statements for those partnerships have been consolidated into these financial accounts pursuant to Regulation 7 of the Regulations. This is in accordance with IFRS 10 as Tesco plc must consolidate those investees over which it has "control"; it has control over the "partnerships" because it is exposed, or has rights to, variable returns through its involvement with the partnerships and has the ability to affect those returns through its power over those partnerships.

Transactions with key management personnel

Members of the Board of Directors and Executive Committee of Tesco PLC are deemed to be key management personnel.

Key management personnel compensation for the financial year was as follows:

	2016 £m	2015 £m
Salaries and short-term benefits	20	14
Pensions and cash in lieu of pensions	3	3
Share-based payments	9	4
Joining costs and loss of office costs	5	8
	37	29

Of the total remuneration to key management personnel, £26m (2015: £16m) relates to Executive Committee members who are not on the PLC Board.

Of the key management personnel who had transactions with Tesco Bank during the financial year, the following are the balances at the year end:

	Credit card and personal loan balances		Current and saving deposit accounts	
	Number of key management personnel	£m	Number of key management personnel	£m
At 27 February 2016	11	1	8	–
At 28 February 2015	19	1	16	1