



**The Internet Society of New Zealand
Consolidated Financial Statements
For the Quarter Ended 30 September 2008**





**The Internet Society of New Zealand
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For the Quarter Ended 30 September 2008**

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**The Internet Society of New Zealand
Exclusion of Liability Statement**

We have compiled the Financial Statements comprising Statement of Financial Performance, Statement of Movements in Equity, Statement of Financial Position and Statement of Cash Flows of The Internet Society of New Zealand for the period ended 30 September 2008

A compilation is limited primarily to the collection, classification and summarisation of financial information supplied by the client. A compilation does not involve the verification of that information.

We have not carried out an audit or review engagement of the Financial Statements and therefore neither we nor any of our employees accept any responsibility for the accuracy of the material from which the Financial Statements have been prepared. Further, the Financial Statements have been prepared at the request of and for the purpose of the client only and neither we nor any of our employees accept any

Curtis McLean Limited
Chartered Accountants
Wellington
18-Nov-08





**The Internet Society of New Zealand
Consolidated Income Statement
For the Quarter Ended 30 September 2008**

	INZ		NZRS Ltd		DNC Ltd		Group	
	Qtr	YTD	Qtr	YTD	Qtr	YTD	Qtr	YTD
Income	37	599	1,573,295	3,131,142	280,000	565,100	1,579,432	3,149,041
Other Income	(12,898)	2,462	52,250	102,717	0	0	15,172	56,819
Dividends Received	704,000	704,000	0	0	0	0	0	0
Interest Received	11,611	35,082	164,815	297,635	12,254	22,391	188,680	355,108
Total Income	702,750	742,143	1,790,360	3,531,494	292,254	587,491	1,783,284	3,560,968
Less Expenses								
Direct Expenses	186,494	305,456	526,979	1,041,876	0	0	439,573	799,532
Other Expenses	443,734	890,645	367,401	665,521	279,454	485,052	1,066,409	1,992,858
Total Expenses	630,228	1,196,101	894,380	1,707,397	279,454	485,052	1,505,982	2,792,390
Net Profit (Loss) Before Tax	72,522	(453,958)	895,980	1,824,097	12,800	102,439	277,302	768,578
Less Provision for Tax	0	0	268,793	547,229	0	0	268,793	547,229
Net Profit After Tax	72,522	(453,958)	627,187	1,276,868	12,800	102,439	8,509	221,349





**The Internet Society of New Zealand
Statement of Movements in Equity
For the Quarter Ended 30 September 2008**

	INZ		NZRS Ltd		DNC Ltd		Group	
	Qtr	YTD	Qtr	YTD	Qtr	YTD	Qtr	YTD
Opening Equity	1,807,227	2,333,707	4,213,351	3,563,670	89,639	0	6,110,217	5,897,377
Plus:								
Shares Subscribed	0	0	30,000	30,000	580,000	580,000	0	0
Net Profit After Tax	72,522	(453,958)	627,187	1,276,868	12,800	102,439	8,509	221,349
Less:								
Dividend Paid	0	0	704,000	704,000	0	0	0	0
Closing Equity	1,879,749	1,879,749	4,166,538	4,166,538	682,439	682,439	6,118,726	6,118,726





**The Internet Society of New Zealand
Balance Sheet
As at 30 September 2008**

	INZ	NZRS Ltd	DNC Ltd	Group
Current Assets				
Cash and Cash Equivalents	1,281,111	7,800,219	751,932	9,833,262
Other Current Assets	73,798	808,652	17,169	899,619
Total Current Assets	1,354,909	8,608,871	769,101	10,732,881
Property, Plant & Equipment	59,795	309,672	0	369,467
Intangible Assets	1,021	986	0	2,007
Investments				
Shares and Loans	670,000	0	0	60,000
Total Assets	2,085,725	8,919,529	769,101	11,164,355
Less Liabilities:				
Deferred Income	0	4,433,643	0	4,433,643
Trade and Other Payables	205,976	319,348	86,662	611,986
Total Liabilities	205,976	4,752,991	86,662	5,045,629
Net Book Value of Assets	1,879,749	4,166,538	682,439	6,118,726
Represented By:				
Total Equity	1,879,749	4,166,538	682,439	6,118,726





**The Internet Society of New Zealand
Statement of Cashflows
For the Quarter Ended 30 September 2008**

	Group	
	Qtr	YTD
Cash Flows From Operating Activities		
Cash was provided from:		
Receipts from customers	1,704,603	3,414,750
Interest Received	188,680	355,108
Total Received	<u>1,893,283</u>	<u>3,769,858</u>
Cash was distributed to:		
Payments to Suppliers and Employees	1,371,469	2,682,627
Payment of Taxation	244,032	547,229
Total Payments	<u>1,615,501</u>	<u>3,229,856</u>
Net Flows From Operating Activities	<u>277,782</u>	<u>540,002</u>
Cash Flows From Investing & Financing Activities		
Cash was distributed to:		
Purchase of Property, Plant & Equipment	74,468	84,636
Loan to Hectors World Ltd	60,000	60,000
Net Cash Flows From Investing & Financing Activities	<u>(134,468)</u>	<u>(144,636)</u>
Net Increase Decrease in Cash & Cash Equivalents	<u>143,314</u>	<u>395,366</u>
Plus Opening Cash	9,689,948	9,437,896
Closing Cash Carried Forward	<u><u>9,833,262</u></u>	<u><u>9,833,262</u></u>
Closing Cash Comprises		
Cash & Cash Equivalents	<u><u>9,833,262</u></u>	<u><u>9,833,262</u></u>
Cash Flow Reconciliation		
Net Profit (Loss) After Tax	(925)	221,349
Plus (Less) non cash items		
Depreciation	61,029	71,655
Amortisation	310	29,362
Subtotal	60,414	322,366
Movement in Working Capital		
(increase) decrease in receivables	94,764	78,393
increase (decrease) in payables	12,605	(69,647)
increase (decrease) in deferred income	109,999	208,890
Net Cash Flows From operations	<u><u>277,782</u></u>	<u><u>540,002</u></u>

