

THE INTERNET SOCIETY OF AUSTRALIA

ACN: 076 406 801

(A Company Limited by Guarantee)

The Financial Reports

For the year ended June 30, 2017

*Meagher Howard & Wright
Level 5
55 Grafton Street
BONDI JUNCTION NSW 2022
Phone: (02) 9387 8988
Fax: (02) 9387 8388*

**INTERNET SOCIETY OF AUSTRALIA
(A Company Limited by Guarantee)**

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FINANCIAL STATEMENTS

**CONTENTS OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

Statement of Income	3
Statement of Changes in Equity	3
Statement of Financial Position	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Directors' Declaration	11
Auditor's Independence Declaration	12

Postal Address:
P O Box 1705
North Sydney NSW 2059

Principal Place of Business:
29 Willis Avenue
St Ives NSW 2075

Registered Address:
Internet Society of Australia
C/ Maddocks Lawyers
Level 7 140 William St
Melbourne 3000

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FINANCIAL STATEMENTS

STATEMENT OF INCOME

	2017	2016
NOTE	\$	\$
Revenues from Ordinary Activities	4 47,734	63,162
Expense of Ordinary Activities (excluding borrowing costs)	5 (75,290)	(80,185)
Operating Surplus/(deficit) before Tax	<u>(27,556)</u>	<u>(17,023)</u>
Income Tax Applicable to Operating Surplus	<u>-</u>	<u>-</u>
Operating Surplus/Deficit after Income Tax	<u>(27,556)</u>	<u>(17,023)</u>

STATEMENT OF CHANGES IN EQUITY

	Retained Earnings	Total
NOTE		
Balance as at 30 th June 2015	54,934	54,934
Surplus/(Deficit)	<u>(17,023)</u>	<u>(17,023)</u>
Balance as at the 30 th June 2016	37,911	37,911
Surplus/(Deficit)	<u>(27,556)</u>	<u>(27,556)</u>
Balance as at the end of 30 th June 2017	<u>10,355</u>	<u>10,355</u>

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ACN: 076 406 801

FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

	2017	2016
	\$	\$
ASSETS	NOTE	
CURRENT ASSETS		
Cash and cash equivalents	2	19,319
Trade and other receivable	3	8,839
TOTAL CURRENT ASSETS		28,158
TOTAL ASSETS		28,158
LIABILITIES		
CURRENT LIABILITIES		
Other creditors	7	13,403
GST on supplies		4,400
TOTAL CURRENT LIABILITIES		17,803
TOTAL LIABILITIES		17,803
NET ASSETS		10,355
EQUITY		
Retained earnings	8	10,355
TOTAL EQUITY		10,355

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FINANCIAL STATEMENTS

	2017	2016
NOTE	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from debtors	46,222	75,367
Cash payments to suppliers	(65,037)	(77,631)
Interest received	372	689
Net cash provided/(used) in operating activities	10 (18,443)	(1,575)
Net increase/(decrease) in cash held	(18,443)	(1,575)
Cash held at beginning of year	37,762	39,337
Cash at end of year	19,319	37,762

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FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

(a) Revenue

Grant revenue is recognised in the income statement when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Internet Society of Australia receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the balance sheet, with a corresponding amount of income recognised in the income statement.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service.

All rev Revenue is stated net of the amount of goods and services tax (GST).

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FINANCIAL STATEMENTS

(h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

Cash flows are presented in the Cash Flow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(m) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

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ACN: 076 406 801

FINANCIAL STATEMENTS

NOTE 2 CASH	2017	2016
Bendigo operating accounts	6,474	15,274
Term deposit	12,845	22,488
	<u>19,319</u>	<u>37,762</u>

NOTE 3 RECEIVABLES		
Trade debtors	1,375	-
GST receivables	7,464	7,699
	<u>8,839</u>	<u>7,699</u>

NOTE 4 OPERATING REVENUE		
Individual Membership fees	4,591	11,318
Organisational Membership fees	24,036	4,200
Donations/sponsorship	17,485	45,455
Events Income	1,250	1,500
Interest received - bank	372	689
	<u>47,734</u>	<u>63,162</u>

**INTERNET SOCIETY OF AUSTRALIA
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ACN: 076 406 801

FINANCIAL STATEMENTS

NOTE 5 OPERATING EXPENSES	2017	2016
Operating profit before income tax is arrived at after charging the following items:		
Auditor's remuneration	1,800	1,700
Accounting expenses	1,303	1,170
Bank fees & charges	613	672
Computer expenses	1,099	850
Filing and licence fees	839	1,459
Meeting Expenses	76	-
Insurance	1,616	1,627
Legal costs	16	676
Consultant expenses	40,387	54,750
Consumer projects	2,515	1,549
Provision for employee benefits	-	-
Secretariat expenses	3,164	1,421
Travel & Accommodation expenses	21,862	14,311
	75,290	80,185
NOTE 6 TRADE DEBTORS		
Trade debtors	1,375	-
Less: Provision for doubtful debts	-	-
	1,375	-
NOTE 7 OTHER CREDITORS		
Income in Advance	-	-
	-	-
NOTE 8 MEMBERS EQUITY		
The company is a company limited by guarantee. In the event of the company winding up its operations, the members have guaranteed to contribute a maximum amount of \$1 per member.		

NOTE 9 RELATED PARTIES

No Director has entered into a material contract with the company or received any other benefit or remuneration apart from reimbursement of approved expenses.

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FINANCIAL STATEMENTS

NOTE 10 STATEMENT OF CASH FLOWS	2017	2016
Reconciliation of the operating profit/ (loss) after tax to the net cash flows from operations		
Operating profit/(loss) after tax	(27,556)	(17,023)
Depreciation	-	-
Changes in assets and liabilities (Increase)/decrease in debtors	(1,375)	14,330
(Increase)/decrease in other assets	235	(1,436)
Increase/(decrease) in provisions	-	-
Increase/(decrease) in sundry creditors	10,253	2,554
Net Cash Flows from operating Activities	<u>(18,443)</u>	<u>(1,575)</u>

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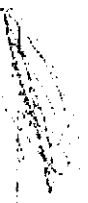
FINANCIAL STATEMENTS

DIRECTORS' DECLARATION


- 1(a) The financial statements and notes to the accounts have been made out in accordance with applicable Accounting Standards and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).
- 1 (b) The financial statements and notes to the accounts are drawn up so as to give a true and fair view of the results and cash flows and financial position of the company for the financial year ended 30 June 2017.
- 2 In the opinion of the directors of the Internet Society of Australia:
- (a) at the date of this statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
- (b) the financial statements are drawn up in accordance with The Corporations Law including sections 296 and 297.

Dated at Sydney this 3rd day of August 2018.....

Signed in accordance with a resolution of the directors:


Roger Clarke

Director - Secretary


CRAIG O'TOOLE

Director – Hon. Treasurer