

THE INTERNET SOCIETY OF AUSTRALIA
ACN: 076 406 801
(A Company Limited by Guarantee)

The Financial Reports

For the year ended June 30, 2018

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

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FOR THE YEAR ENDED 30 JUNE 2018**

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North Sydney NSW 2059**

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Level 7 140 William St
Melbourne 3000**

**INTERNET SOCIETY OF AUSTRALIA
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ACN: 076 406 801

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2018 \$	2017 \$
Revenues from Ordinary Activities	,4	17,038	47,734
Expense of Ordinary Activities (excluding borrowing costs)	5	(9,673)	(75,290)
		<hr/>	<hr/>
Operating Surplus/(deficit) before Tax		<u>7,365</u>	<u>(27,556)</u>
Income Tax Applicable to Operating Surplus		<hr/> <u>-</u>	<hr/> <u>-</u>
Operating Surplus/Deficit after Income Tax		<hr/> <u>7,365</u>	<hr/> <u>(27,556)</u>

STATEMENT OF CHANGES IN EQUITY

	NOTE	Retained Earnings	Total
Balance as at 30 th June 2016		<hr/> <u>37,911</u>	<hr/> <u>54,934</u>
Surplus/(Deficit)		<hr/> <u>(27,556)</u>	<hr/> <u>(17,023)</u>
Balance as at the 30 th June 2017		<hr/> <u>10,355</u>	<hr/> <u>37,911</u>
Surplus/(Deficit)		<hr/> <u>7,365</u>	<hr/> <u>(27,556)</u>
Balance as at the end of 30 th June 2018		<hr/> <u>17,720</u>	<hr/> <u>10,355</u>

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	15,414	19,319
Trade and other receivable	3	<u>4,241</u>	<u>8,839</u>
TOTAL CURRENT ASSETS		<u>19,655</u>	<u>28,158</u>
TOTAL ASSETS		<u>19,655</u>	<u>28,158</u>
LIABILITIES			
CURRENT LIABILITIES			
Other creditors	7	208	13,403
GST on supplies		<u>1,727</u>	<u>4,400</u>
TOTAL CURRENT LIABILITIES		<u>1,935</u>	<u>17,803</u>
TOTAL LIABILITIES		<u>1,935</u>	<u>17,803</u>
NET ASSETS		<u>17,720</u>	<u>10,355</u>
EQUITY			
Retained earnings	8	<u>17,720</u>	<u>10,355</u>
TOTAL EQUITY		<u>17,720</u>	<u>10,355</u>

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2018 \$	2017 \$
CASHFLOWS FROM OPERATING ACTIVITIES			
Cash receipts from debtors		21,554	46,222
Cash payments to suppliers		(25,541)	(65,037)
Interest received		82	372
Net cash provided/(used) in operating activities	10	<u>(3,905)</u>	<u>(18,443)</u>
Net increase/(decrease) in cash held		<u>(3,905)</u>	<u>(18,443)</u>
Cash held at beginning of year		<u>19,319</u>	<u>37,762</u>
Cash at end of year		<u>15,414</u>	<u>19,319</u>

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

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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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

(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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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

NOTE 2 CASH	2018	2017
Bendigo operating accounts	13,543	6,474
Term deposit	1,871	12,845
	<u>15,414</u>	<u>19,319</u>
NOTE 3 RECEIVABLES		
Trade debtors	2,000	1,375
GST receivables	2,241	7,464
	<u>4,241</u>	<u>8,839</u>
NOTE 4 OPERATING REVENUE		
Individual Membership fees	4,365	4,591
Organisational Membership fees	10,591	24,036
Donations/sponsorship	-	17,485
Events Income	1,818	1,250
Interest received - bank	82	372
	<u>16,856</u>	<u>47,734</u>
NOTE 5 OPERATING EXPENSES		
Operating profit before income tax is arrived at after charging the following items:	7,365	(27,556)
Auditor's remuneration	1,900	1,800
Accounting expenses	1,087	1,303
Bank fees & charges	568	613
Computer expenses	1,604	1,099
Filing and licence fees	-	839
Meeting Expenses	-	76
Insurance	1,627	1,616
Legal costs	126	16
Consultant expenses	-	40,387
	NOTE 9	
Consumer projects	1,176	2,515
Provision for employee benefits	-	-
Secretariat expenses	1,527	3,164
Travel & Accommodation expenses	58	21,862
	<u>9,673</u>	<u>75,290</u>
NOTE 6 TRADE DEBTORS		
Trade debtors	2,000	1,375
Less: Provision for doubtful debts	-	-
	<u>2,000</u>	<u>1,375</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

		2018	2017
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.		
NOTE 10	STATEMENT OF CASH FLOWS		
	Reconciliation of the operating profit/ (loss) after tax to the net cash flows from operations		
	Operating profit/(loss) after tax	7,365	(27,556)
	Depreciation		-
	Changes in assets and liabilities		
	(Increase)/decrease in debtors	4,598	(1,375)
	(Increase)/decrease in other assets		235
	Increase/(decrease) in provisions	-	-
	Increase/(decrease) in sundry creditors	(15,868)	10,253
	Net Cash Flows from operating Activities	(3,905)	(18,443)

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

- 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 2018.
- 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...9th day of October..... 2018

Signed in accordance with a resolution of the directors:



Roger Clarke

.....
Director – Secretary



Craig O'Toole

.....
Director – Hon. Treasurer