



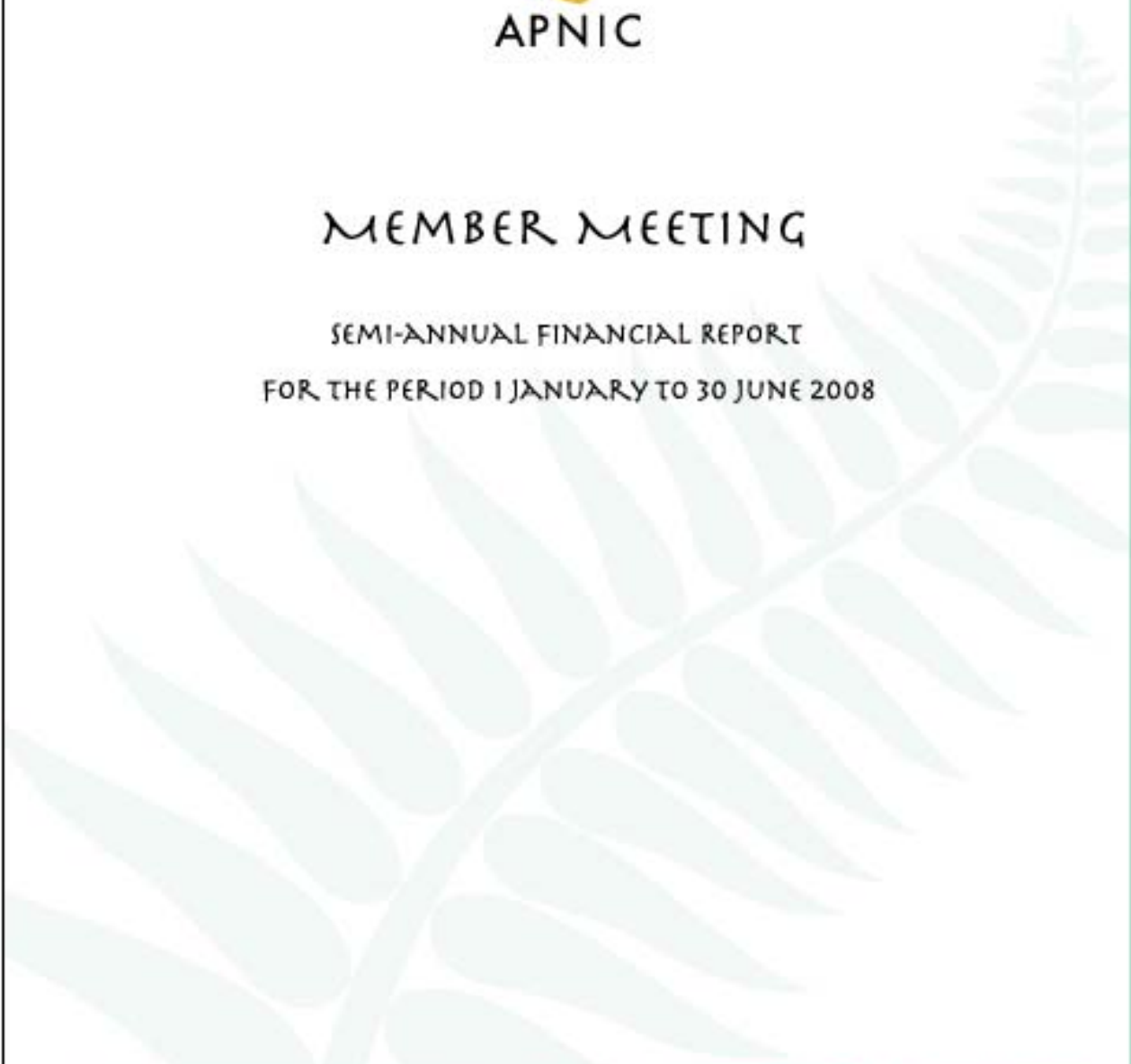
APNIC 26

25 - 29 AUGUST 2008
CHRISTCHURCH - NEW ZEALAND



MEMBER MEETING

SEMI-ANNUAL FINANCIAL REPORT
FOR THE PERIOD 1 JANUARY TO 30 JUNE 2008



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1. Balance Sheet

Financial Position (AUD)	30/06/2008	% of Total Asset or Liab+Equity	% change from 31/12/2007	Year-End 2007	Year-End 2006
CURRENT ASSETS					
Cash	6,731,778	43%	1.6%	6,626,341	5,696,300
Term deposit investment	2,300,000	15%	0.0%	2,300,000	3,300,000
Receivables	1,857,095	12%	151.7%	737,859	1,474,467
Others	505,916	3%	55.3%	325,739	347,259
TOTAL CURRENT ASSETS	11,394,788	73%	14.1%	9,989,939	10,818,026
NON-CURRENT ASSETS					
Other financial assets	1,004,046	6%	-17.9%	1,222,666	1,148,369
Property, plant and equipment	1,605,190	10%	-3.7%	1,667,091	1,494,461
Long term deposit investment	1,700,000	11%	0.0%	1,700,000	2,000,000
TOTAL NON-CURRENT ASSETS	4,309,236	27%	-6.1%	4,589,758	4,642,830
TOTAL ASSETS	15,704,025	100%	7.7%	14,579,696	15,460,856
CURRENT LIABILITIES					
Payables	464,947	3%	-59.2%	1,139,160	1,458,382
Provisions	930,924	6%	4.8%	888,178	707,834
Unearned revenue	5,423,943	35%	42.1%	3,817,898	4,271,275
TOTAL LIABILITIES	6,819,814	43%	16.7%	5,845,236	6,437,490
EQUITY					
Share capital	1.00	0%	0.0%	1.00	1.00
Reserves other financial asset investment *	(241,798)	-2%	-366.2%	90,827	143,620
Retained earnings	9,126,008	58%	5.6%	8,643,633	8,879,745
TOTAL EQUITY	8,884,211	57%	1.7%	8,734,461	9,023,366
TOTAL LIABILITIES & EQUITY	15,704,025	100%	7.7%	14,579,696	15,460,856

Notes:

For comparison purposes the following exchange rates apply:

- (1) ATO official monthly average rate for June 2008 is 0.9597
- (2) ATO official notes spot rate for 31 Dec 2007 was 0.8875 and for 31 Dec 2006 respectively 0.7938

* The negative value in "Reserves on other financial assets investment" is due to the revaluation of our investment in unit trusts based on the market valuation as at the end of June.

2. Profit and Loss Statement

2.1 Expenses - January to June 2008

EXPENSES (AUD)	Actual Jan - June 2008	Actual Jan-June 2007	Actual % Change from 2007	Projected Actual 2008	Budget 2008	Projected Year End Budget Variation	Projected Budget Variation %
Communication expenses	85,467	111,012	-23.0%	170,231	231,783	(61,553)	-26.6%
Depreciation expense	309,179	280,582	10.2%	619,561	641,480	(21,919)	-3.4%
Sponsorship and publicity expenses	43,584	59,367	-26.6%	189,760	190,883	(1,123)	-0.6%
ICANN contract fee	142,500	0	0.0%	252,319	285,000	(32,681)	-11.5%
Meeting and training expenses	32,476	46,024	-29.4%	175,867	183,841	(7,974)	-4.3%
Membership fees	26,671	30,672	-13.0%	55,336	69,496	(14,160)	-20.4%
Other operating expenses	427,541	370,437	15.4%	1,050,356	843,484	206,872	24.5%
Professional fees	147,460	195,372	-24.5%	541,389	544,172	(2,783)	-0.5%
Rent and outgoings	276,776	217,497	27.3%	598,342	586,245	12,097	2.1%
Salaries and personnel expenses	2,504,375	2,212,264	13.2%	5,331,084	5,402,753	(71,669)	-1.3%
Travel expenses	619,197	532,808	16.2%	1,409,163	1,519,033	(109,870)	-7.2%
TOTAL EXPENSES	4,615,225	4,056,037	13.8%	10,393,409	10,498,170	(104,762)	-1.0%

Note:

Accounts are projected base on the following:-

- pro-rata from the actual figures and projected until end of year
- year to date figures will be used if further expenses are not expecting
- budget figures, or
- other updated information on hand.

2.2 Revenue - January to June 2008

REVENUE (AUD)	Actual Jan - June 2008	Actual Jan-June 2007	Actual % Change from 2007	Projected Actual 2008	Budget 2008	Projected Year End Budget Variation	Projected Budget Variation %
Interest income	371,205	168,721	120.0%	757,461	721,997	35,464	4.9%
IP resource application fees	524,456	380,089	38.0%	1,040,314	963,960	76,354	7.9%
Membership fees	3,158,460	3,035,590	4.0%	6,711,352	6,732,908	(21,556)	-0.3%
Non-member fees	62,926	73,779	-14.7%	125,553	198,316	(72,763)	-36.7%
Per allocation fees	830,053	753,175	10.2%	1,726,956	1,912,246	(185,290)	-9.7%
Sundry income	164,895	191,309	-13.8%	235,580	232,821	2,759	1.2%
Foreign exchange gain/(loss)	(14,396)	(199,986)	-92.8%	(19,100)	0	(19,100)	0.0%
TOTAL REVENUE	5,097,600	4,402,677	15.8%	10,578,115	10,762,248	(184,133)	-1.7%

2.3 Operating Profit/ (Loss)

Revenue and Expenses (AUD)	Actual Jan - June 2008	Actual Jan-June 2007	Actual % Change from 2007	Projected Actual 2008	Budget 2008	Projected Year End Budget Variation	Projected Budget Variation %
Total Revenue	5,097,600	4,402,677	15.8%	10,578,115	10,762,248	(184,133)	-1.7%
Total Expenses	4,615,225	4,056,037	13.8%	10,393,409	10,498,170	(104,762)	-1.0%
OPERATING PROFIT/ (LOSS)	482,375	346,641		184,706	264,077	(79,371)	

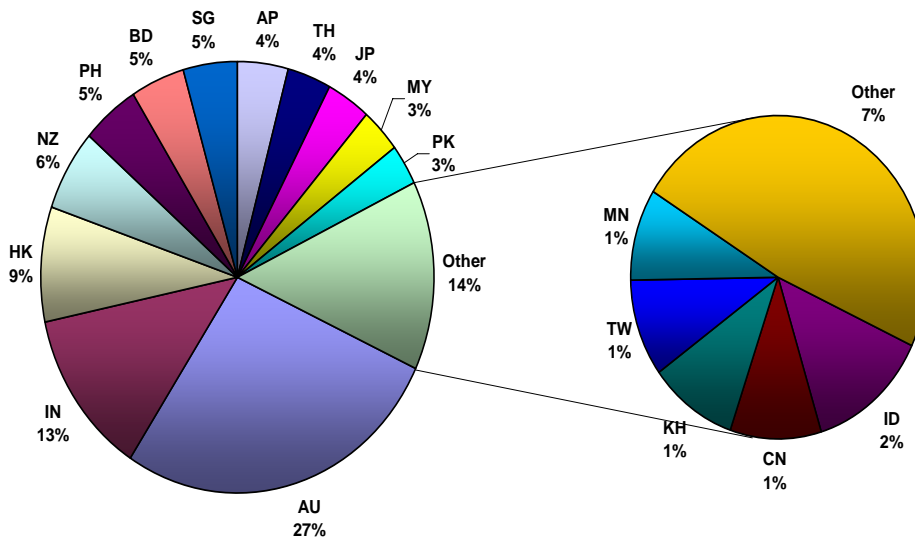
3. Membership

3.1 Membership statistics

At the end of June 2008, APNIC had a total of 1,732 members serving 51 economies. The economies in which APNIC has the highest number of members are Australia (472 members), India (218 members), and Hong Kong (149 members).

3.1.1 Membership by Economy

The following chart illustrates the APNIC membership distribution by economy.



3.1.2 Membership by Category

Table below illustrates membership changes from January to June 2008. It shows that the majority of APNIC members are at Small membership tier (i.e. 47%).

Membership	Actual Total	New	Reactivate	(Closed)	Size	Total YTD	Total YTD	
	EOY				Change			(%)
	2007				Jan – June 2008			Jan – June 2008
Extra Large	9	0	0	0	1	10	1%	
Very Large	27	0	0	0	1	28	2%	
Large Member	77	2	0	(1)	5	83	5%	
Medium	231	5	0	(6)	16	246	14%	
Small	765	32	2	(27)	36	808	47%	
Very Small	304	65	1	(13)	(16)	341	20%	
Associate	171	108	0	(20)	(43)	216	12%	
TOTAL	1584	212	3	(67)	0	1732	100%	

The table below compares the actual growth of membership at the end of June 2008 with the budgeted annual growth on a monthly pro-rata basis.

Membership	Actual	Actual	Actual	Budgeted	Budgeted	Budgeted	Variation					
	Total							Total	Growth	Total EOY	Growth	Growth
	EOY							YTD	YTD	2008	EOY	YTD
	2007	Jun-08	2008	2008	2008	(*)	Budget					
							(*)					
Extra Large	9	10	1	9	0	0	1					
Very Large	27	28	1	34	7	4	-3					
Large Member	77	83	6	83	6	3	3					
Medium	231	246	15	259	28	14	1					
Small	765	808	43	894	129	65	-22					
Very Small	304	341	37	405	101	51	-14					
Associate	171	216	45	219	48	24	21					
TOTAL	1584	1732	148	1903	319	160	-12					

3.1.3 Membership Movement

The final table below provides progressive membership data for each month in 2008, which shows a steady membership growth for the first half months of 2008. The graph below illustrates the monthly movements of APNIC membership since 1996.

Membership	Total Jan-08	Total Feb-08	Total Mar-08	Total Apr-08	Total May-08	Total Jun-08
Extra Large	9	9	9	10	10	10
Very Large	27	27	27	26	26	28
Large Member	78	78	80	83	82	83
Medium	238	241	239	240	244	246
Small	771	785	793	798	808	808
Very Small	319	328	341	339	340	341
Associate	175	183	186	193	203	216
TOTAL	1617	1651	1675	1689	1713	1732
Monthly Net Gain	33	34	24	14	24	19

