

Institute for Information Management Limited
A.B.N. 79 078 159 083

Financial Report
For the Year Ended 30th June, 2008

Prepared by :
Orr, Martin & Waters
Chartered Accountants

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

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DIRECTORS' REPORT

Your directors present this report of the company for the financial year ended 30th June, 2008.

Directors

The names of the directors in office at any time during or since the end of the financial year are :

- Ben Tosetto
- Paul Fendley
- Robert Goode
- Peter Goddard
- Robine Polach
- Kerry Nichols
- Greg Wilson
- Deborah Holtham
- Terry Gaston
- Colin Towns
- Joanne Hutchinson (Appointed 14/11/2007)
- Vladmir Videnovic (Appointed 30/10/2007)

Directors have been in office since the start of the financial year to date of this report unless otherwise stated.

Principal Activities

The principal activities of the company during the financial year were the provision of professional development opportunities for the company's membership by arranging national and state conferences, seminars, and members meetings, together with the provision of information via publications and the Website.

No significant change in the nature of these activities occurred during the year.

Operating Results

The profit of the company for the financial year after providing for income tax amounted to \$3,877.00 (2007 loss \$8,622.00).

No significant changes in the company's state of affairs occurred during the financial year.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the result of those operations, or the state of affairs of the company in future financial years.

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or a State or Territory.

DIRECTORS' REPORT

Dividends Paid or Recommended

There were no dividends paid or recommended to be paid by the company within the financial year ended 30th June, 2008, or since the end of the financial year.

Meetings of Directors

Due to the geographic location of the Directors, the company conducted five Board Meetings held via telephone conference and one face to face Board Meeting in the financial year.

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

Directors' Benefits

No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Company, any controlled entity, or a related body corporate with a director, a firm of which a director is a member or an entity in which a director has a substantial financial interest.

Signed in accordance with a resolution of the Board of Directors.

.....
Vladmir Videnovic
Director

.....
Ben Tosetto
Director

Dated this 20th day of August, 2008

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307c OF THE
CORPORATIONS ACT 2001**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2008 there has been:

- i. no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional code of professional conduct in relation to the audit.

Orr, Martin & Waters
L.R. Gilmour
461 Whitehorse Road, Balwyn Vic 3103
1 July 2008

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

INCOME STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2008

	Note	2008 \$	2007 \$
Conference Income		85,489	-
Membership Fees		78,708	71,397
Sponsorships		15,532	15,224
Other revenues from ordinary activities		<u>19,539</u>	<u>33,398</u>
		199,268	120,019
Meeting and conference expenses		(100,621)	(39,344)
Marketing expenses		-	(3,012)
Administration expenses		(57,432)	(55,279)
Communication, Public Relations expense		(23,476)	(13,833)
Other Expenses from ordinary activities		<u>(13,862)</u>	<u>(17,173)</u>
Operating profit/(loss) before income tax	3	3,877	(8,622)
Income tax attributable to operating profit	4	-	-
Operating profit/(loss) after income tax		<u>3,877</u>	<u>(8,622)</u>
Profit/(loss) on extraordinary items		-	-
Income tax attributable to extraordinary items		-	-
Profit/(loss) on extraordinary items after tax		<u>-</u>	<u>-</u>
Operating profit/(loss) and extraordinary items after tax		3,877	(8,622)
Retained profits/(loss) at the beginning of the financial year		<u>79,658</u>	<u>88,280</u>
Retained profits/(loss) at the end of the financial year		<u>83,535</u>	<u>79,658</u>

The accompanying notes form part of these financial statements.

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

BALANCE SHEET AS AT 30TH JUNE, 2008

	Note	2008 \$	2007 \$
CURRENT ASSETS			
Cash	5	75,052	114,797
Receivables	6	6,386	23,580
Prepayments	7	1,908	4,062
TOTAL CURRENT ASSETS		<u>83,346</u>	<u>142,439</u>
NON CURRENT ASSETS			
Property, Plant & Equipment	8	19,303	11,335
Intangibles	9	950	950
Total Non-Current Assets		<u>20,253</u>	<u>12,285</u>
TOTAL ASSETS		<u>103,599</u>	<u>154,724</u>
CURRENT LIABILITIES			
Payables	10	10,154	5,503
Other	11	9,910	69,563
Total Current Liabilities		<u>20,064</u>	<u>75,066</u>
TOTAL LIABILITIES		<u>20,064</u>	<u>75,066</u>
NET ASSETS		<u>83,535</u>	<u>79,658</u>
MEMBERS' FUNDS			
Retained Profits		83,535	79,658
TOTAL MEMBERS' FUNDS		<u>83,535</u>	<u>79,658</u>

The accompanying notes form part of these financial statements.

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

STATEMENT OF RECOGNISED INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30TH JUNE, 2008

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2006	88,280	88,280
Profit attribute to the entity	<u>(8,622)</u>	<u>(8,622)</u>
Balance at 30 June 2007	79,658	79,658
Profit attributable to the entity	<u>3,877</u>	<u>3,877</u>
Balance at 30 June 2008	<u><u>83,535</u></u>	<u><u>83,535</u></u>

The accompanying notes form part of these financial statements.

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE, 2008

	Note	2008 \$	2007 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members/non members		210,772	94,982
Payments to suppliers		(238,551)	(75,912)
Interest received		<u>5,690</u>	<u>3,790</u>
Net cash provided by/(used in) operating activities	12	<u>(22,089)</u>	<u>22,860</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, Plant & Equipment		(1,616)	-
Website Development		<u>(16,040)</u>	<u>(8,718)</u>
Net cash provided by/(used in) investing activities		<u>(17,656)</u>	<u>(8,718)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		(39,745)	14,142
Cash at the beginning of the financial year	5	<u>114,797</u>	<u>100,655</u>
Cash at the end of the financial year	5	<u>75,052</u>	<u>114,797</u>

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

NOTE 1 : STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to meet the needs of members. The directors have determined that the company is not a reporting entity.

The Institute for Information Management Ltd. is a company limited by guarantee, incorporated and domiciled in Australia.

The financial report has been prepared in accordance with the requirements of the Corporations Act 2001, and the following applicable Accounting Standards and Urgent Issues Group Interpretations:

AASB 101	Presentation of Financial Statements
AASB 107	Cash Flow Statements
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110	Events Occurring After Balance Sheet Date
AASB 1031	Materiality
AASB 1048	Interpretation and Application of Standards

No other Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Standards Board have been applied.

The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations on-current assets.

The following material accounting policies which are consistent with the previous period, unless otherwise stated, have been adopted in the preparation of this report.

(a) Income Tax

The economic entity adopts the liability method of tax effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any permanent differences.

Timing differences, which arise due to the different accounting periods in which items of revenue and expense are included in the determination of accounting profit and taxable income are brought to account as either a provision for deferred income tax or as a future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

NOTE 1 : STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES CONT ...

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income tax legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

The economic entity is limited by guarantee. The principle of mutuality applies to the entity. Income derived from member services is considered to be exempt from income tax whilst income derived from non mutual activities is considered to be subject to income tax.

(b) Cash

For the purpose of the Statement of Cash Flows, cash includes :

- (i) cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts; and
- (ii) investments in money market instruments with less than 14 days to maturity.

(c) Inventory

Inventories are measured at the lower of cost and net realisable value. Cost is assigned on a first in, first out basis.

In reviewing inventory held at 30th June, 2008, it was determined that the inventory had no realisable value. Accordingly, the value of the inventory on hand at 30th June, 2008 was written down to \$nil.

(d) Foreign Currency Transactions and Balances

Foreign currency transactions during the year are converted to Australian currency at the rates of exchange applicable at the dates of transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of exchange ruling at that date. The gains and losses from conversion of short-term assets and liabilities, whether realised or unrealised, are included in profit from ordinary activities as they arise.

(e) Property, Plant & Equipment

Each class of property, plant and equipment is carried at cost of fair value less, where applicable, any accumulated depreciation.

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

Plant & Equipment cont ...

Plant and equipment are measured on the cost basis.

Plant and equipment brought to account include computer software and internet website development capitalised in accordance with Urgent Issues Group Consensus View, UIG Abstract 37.

Depreciation

Any computer software acquired at the individual cost of less than \$300.00 each or with a useful life less than one year has been fully depreciated as at the date of acquisition. Regular computer software support and maintenance costs have been fully expensed as at the date incurred. All other computer software costs and website development costs have been depreciated on a straight line basis at 33% - 40% per annum in accordance with the Income Tax Assessment Act 1997.

The range of depreciation rates used for each class of assets are :

Class of Fixed Asset	Depreciation Rate
Plant & Equipment	10% - 20%
Computer Software	40%

(f) Comparative Figures

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

The security deposit on the credit card facility, being a term deposit, has been reallocated from "Other Current Assets" to "Cash".

(g) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

All revenue is stated net of the amount of Goods and Services Tax (GST).

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

(h) Financial Instruments Included in Assets

Trade debtors are initially recorded at the amount of the contracted sale proceeds.

Provision for doubtful debts is recognised to the extent that recovery of the outstanding receivable balance is considered less than likely. Any provision established is based on a review of all outstanding amounts at balance date.

Bank deposits are carried at cost. Interest revenue is recognised on an effective yield basis.

(i) Goods & Services Tax (GST)

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

Cash flows are represented 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.

	2008	2007
	\$	\$
NOTE 2 : REVENUE		
<i>Operating activities</i>		
Conference Income	85,489	-
Membership Fees	78,708	71,397
Meeting Fees	12,109	27,456
Exhibitors Fees	(2,545)	(1,636)
	<u>173,761</u>	<u>97,217</u>
<i>Non-Operating Activities</i>		
	5,690	3,790
Interest Received	15,532	15,224
Sponsorships	4,285	3,788
Miscellaneous	<u>25,507</u>	<u>22,802</u>
	2 (a) <u>199,268</u>	<u>120,019</u>
<i>(a) Membership Income</i>		
Membership Fees	78,708	71,397
Other Membership Income	114,870	44,832
<i>Non-Mutual Income</i>		
Interest Received	5,690	3,790
Other Non-Mutual Income	-	-
	<u>199,264</u>	<u>120,019</u>

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
NOTE 3 : PROFIT FROM ORDINARY ACTIVITIES		
Profit from ordinary activities before income tax has been determined after :		
(a) <i>Charging as Expenses :</i>		
Amortisation of Website Development	7,725	312
Depreciation of Software	1,963	1,905
Bad and Doubtful Debts	-	-
	<u>9,688</u>	<u>2,217</u>
NOTE 4 : INCOME TAX		
The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows :		
Prima facie tax payable on profit/(loss) from ordinary activities before income tax at 30%		
	1,163	(2,587)
<i>Add :</i>		
Tax effect of Non Taxable Members' Expenses	<u>58,617</u>	<u>38,592</u>
	59,780	36,005
<i>Less :</i>		
Tax effect of :		
Non-Taxable Members' Income	58,073	34,869
Abnormal Item – Recoupment of prior year tax losses not previously brought to account	-	-
Income Tax Expenses/(credit) attributable to :	<u>1,707</u>	<u>1,136</u>
Operating Profit and Extraordinary Items before Income Tax	(1,707)	(1,136)
Future Income Tax Benefits not brought to account	<u>-</u>	<u>-</u>
Income Tax Expense	<u>-</u>	<u>-</u>
Future income tax benefits not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 1 (a) occur :		
Timing Differences	<u>(1,707)</u>	<u>(1,136)</u>
Tax Losses/Operating Losses	<u>(1,707)</u>	<u>(1,136)</u>

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
NOTE 5 : CASH		
Cash at Bank – Operating Account	16,333	50,765
Cash at Bank – Term Deposit	58,719	64,032
	<u>75,052</u>	<u>114,797</u>
NOTE 6 : RECEIVABLES		
Trade Debtors	4,940	24,730
Provision for Doubtful Debts	-	-
Total Trade Debtors	<u>4,940</u>	<u>24,730</u>
Sundry Debtors	650	800
Goods & Services Tax Receivable	6 (a) 796	(1,950)
	<u>6,386</u>	<u>23,580</u>
(a) GST Collected on Income	(2,187)	(2,254)
GST Paid on Purchases	2,983	304
	796	(1,950)
NOTE 7 : PREPAYMENTS		
Other prepayments	<u>1,908</u>	<u>4,062</u>
NOTE 8 : PROPERTY, PLANT & EQUIPMENT		
Computer software	16,236	14,620
Less: Accumulated depreciation	<u>(13,654)</u>	<u>(11,691)</u>
	2,582	2,929
Website Development	24,758	8,718
Less: Accumulated amortisation	<u>(8,037)</u>	<u>(312)</u>
	16,721	8,406
	<u>19,303</u>	<u>11,335</u>
ITEM 9 : INTANGIBLES		
Formation costs	<u>950</u>	<u>950</u>
NOTE 10 : PAYABLES		
Trade creditors	2,231	2,003
Sundry creditors	7,923	3,500
	<u>10,154</u>	<u>5,503</u>
NOTE 11 : OTHER CURRENT LIABILITIES		
Subscriptions	9,910	28,476
Conferences	-	41,087
Total Other Current Liabilities	<u>9,910</u>	<u>69,563</u>

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
ITEM 12 : CASH FLOW INFORMATION		
Reconciliation of cash flow from operations with profit from ordinary activities after income tax.		
Profit/(Loss) from ordinary activities after income tax	3,877	(8,622)
<i>Non Cash flows in profit from ordinary activities :</i>		
Depreciation	1,963	1,905
Amortisation	7,725	312
<i>Changes in assets and liabilities :</i>		
Decrease/(Increase) in trade debtors	19,790	(22,930)
Decrease/(increase) in sundry debtors	150	756
Decrease/(increase) in prepayments	2,154	(1,953)
Increase/(decrease) in trade creditors	228	(3,501)
Increase/(decrease) in sundry creditors	4,423	3,500
Increase/(decrease) in GST held	(2,746)	927
Increase/(decrease) in unearned income	(59,653)	52,466
Cash flows from operations	<u>22,089</u>	<u>22,860</u>

NOTE 13 : MEMBERS' GUARANTEE

The Institute for Information Management Ltd. is a company limited in liability by a guarantee from each member. In the event that the company is wound up, the Memorandum of Association requires that each member contribute a maximum of \$10.00 each towards meeting any outstanding obligations of the company. At 30th June, 2008 the number of paid up members was 576 (2007 - 516 members).

NOTE 14 : CAPITAL AND LEASING COMMITMENTS

Operating Lease Commitments

Operating leases contracted for but not capitalised in the financial statements :

Payable :

Not longer than 1 year	60,500	49,500
Longer than 1 year but not longer than 5 years	83,188	16,500
	<u>143,688</u>	<u>66,000</u>

The secretarial services lease is renewed for another three year term commencing on 15th November, 2007

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

NOTE 15 : SEGMENT REVENUE

The company operates in a non-profit capacity as a public educational institution to educate business people of the public generally, via branches located all over Australia. These Australian branches are located in the following cities:

- Melbourne
- Sydney
- Canberra
- Brisbane
- Adelaide and
- Perth.

ITEM 16 : NAME OF DIRECTORS

The names of persons who were directors members during the year were as follows :

Name	Position	Date of Appointment
Ben Tosett	Director	03/11/99
Paul Fendley	Director	30/09/03
Robert Goode	Director	19/09/01
Robine Polach	Director	25/06/03
Peter Goddard	Director	28/09/04
Kerry Nichols	Director	07/02/06
Greg Wilson	Director	21/11/05
Deborah Holtham	Director	10/10/06
Terry Gaston	Director	30/09/06
Colin Towns	Director	30/09/06
Joanne Hutchinson	Director	14/11/07
Vladimir Videnovic	Director	30/10/07

NOTE 17 : REMUNERATION OF DIRECTORS

The numbers of directors who were paid, or were due to be paid income, directly or indirectly from the company or any related party, as shown in the following bands, were :

	2008	2007
	\$	\$
\$0 - \$9,999	-	-

The aggregate income of the directors referred to above:

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
NOTE 18 : AUDITOR'S REMUNERATION		
Remuneration of the auditor		
Auditing or reviewing the financial report	2,500	2,500
Accounting services	6,200	6,200
Taxation services	1,000	1,000

NOTE 19 : INTEREST RATE RISK EXPOSURE

The company is exposed to interest rate risk primarily through financial assets. The following table summarises interest rate risk, together with effective interest rates as at balance date.

Financial Assets	\$	Interest Rate
Term Deposit	58,719	8.05%
Cash	16,333	Market Rates
Receivables	6,386	Nil
Financial Liabilities		
Account payable	10,154	Nil

DIRECTORS' DECLARATION

The Directors of the Company declare that :

1. the enclosed financial statements and notes :
 - (a) comply with the accounting standards and the Corporations Law; and
 - (b) give a true and fair view of the company's financial position as at 30th June, 2008 and of its performance for the year ended on that date :
2. In the Directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

.....
Vladmir Videnovic
Director

.....
Ben Tosetto
Director

Dated this 20th day of August 2008



OMW Orr, Martin & Waters

CHARTERED ACCOUNTANTS

461 Whitehorse Road
Balwyn Vic 3103

Tel: 9836 8222
Fax: 9836 8331
ABN 90 040 794 950

Partners:

John E Volders
Larry R Gilmour
Grant W Petering

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF INSTITUTE FOR INFORMATION MANAGEMENT LTD.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Institute For Information Management Ltd. (the company), which comprises the balance sheet as at 30 June 2008, and the income statement, statement of recognised income and expenditure and cash flow statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the *Corporations Act 2001* and are appropriate to meet the needs of the members. The directors' responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the *Corporations Act 2001*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors Institute For Information Management Ltd. on 1 July 2008, would be in the same terms if provided to the directors as at the date of this auditor's report.

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
INSTITUTE FOR INFORMATION MANAGEMENT LTD.**

Auditor's Opinion

In our opinion the financial report of Institute For Information Management Ltd. is in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2008 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- ii. complying with Australian Accounting Standards to the extent described in Note 1 and complying with the Corporations Regulations 2001.

Name of firm: ORR MARTIN & WATERS

Name of partner: Larry Gilmour

Address: 461 Whitehorse Road Balwyn Vic 3103

Dated this 22nd day of August 2008

APPENDICES

The following Appendice comprising a detailed profit and loss statement **has not been audited** and is provided for the directors and members for information purposes only.

If does not form part of the financial report and the auditors do not accept any responsibility to any person for the contents of the Appendices.

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

DETAILED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
INCOME		
Conference Income	85,489	-
Vendor Showcase – Exhibition	(2,545)	(1,636)
Interest Received	5,690	3,790
Meeting Fees	12,109	27,456
Membership Fees	78,708	71,397
Sponsorships	15,532	15,224
Miscellaneous Income	4,285	3,788
	<u>199,268</u>	<u>120,019</u>
Gross Operating Profit	<u>199,268</u>	<u>120,019</u>
EXPENSES		
Administration		
Courier	-	137
Depreciation	1,963	1,905
Executive Office Contract	49,667	45,000
Gifts, Flowers etc.	23	2,841
Photocopying	1,685	1,148
Postage	736	402
Stationery	812	595
Subscriptions/Memberships	-	235
Standards representation	-	790
Banking		
Account Keeping	536	454
Credit Card Merchant Fees	1,997	1,773
Internet Paid	13	-
Communications		
Email	828	675
Telephone Charges	2,260	6,247
Telephone Charged – 1300	25	46
Computing		
Computer Software Maintenance	-	2,800
Computer Hardware Maintenance	250	-

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

DETAILED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
EXPENSES		
Insurance	1,600	1,962
Assoc. Liability Insurance	797	698
Office Bearers; Insurance	870	859
Public Liability		
Marketing		
Marketing & Promotion	-	2,190
Printing	-	822
Meetings, Conferences/Vendor Showcase		
Advertising	1,719	-
Airfares	3,194	-
Artwork	384	-
Audio Visual	6,300	395
Catering	14,966	8,820
Conference & Meeting Management	8,194	1,154
Conference Satchels	3,051	-
Couriers	143	-
Equipment Hire	482	1,506
Gifts, Flowers etc	414	-
Insurance	2,102	-
Meeting Expenses	11,865	9,228
Stationary	576	-
Printing	2,758	-
Speaker Cost	762	919
Conference – others	360	2,106
Venue Occupation	39,495	15,216
Telecommunications	3,856	-
Professional Fees		
Accounting Fees	7,200	7,200
Auditing Fees	2,500	2,500
Statutory Fees	645	350

INSTITUTE FOR INFORMATION MANAGEMENT LTD.
ABN 79 078 159 083

DETAILED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2008

	2008	2007
	\$	\$
EXPENSES		
Public Relations		
Domain Name Registration Fees	120	-
Newsletter Production	5,000	5,000
Web Site Maintenance	7,518	1,553
Web Site Amortisation	7,725	312
Travel & Accommodation		
Airfares	-	399
Parking	-	34
Taxi Fares	-	370
Total Expenses	<u>195,391</u>	<u>128,641</u>
Operating Profit/(Loss) Before Income Tax	<u>3,877</u>	<u>(8,622)</u>
Income Tax Expenses	-	-
Operating Profit/(Loss) Before Income Tax	<u><u>3,877</u></u>	<u><u>(8,622)</u></u>