



Group financial statements

to the quarter ended 30 June 2025

Table of Contents

Introduction	2
INZ Group Consolidated Income Statement	3
INZ Group Consolidated Income Statement – by Function	4
INZ Group Consolidated Movements in Equity	5
INZ Group Consolidated Balance Sheet	5
Summary of each Function	6
Operational Reporting	7-8
INZ Operational Cashflow	9
INZ Investment Performances Operational	10
Community Fund Reporting	11-12
Community Fund Cashflow	13
Community Fund Investment Performances	14

Introduction

Here is the Quarterly report to June for the InternetNZ Group for the 2025/2026 financial year. We have prepared the financials with a focus on three areas.

1. Group Consolidated Reporting (including funding).
2. Operational Performance.
3. Community Fund Performance.

The purpose of this is to show all positions of the areas clearly and to also give the Board a full view of the financial position of InternetNZ group.

Summary of InternetNZ Group Results - QE June 2025

	YTD Actual	YTD Budget	YTD Var
INZ Operational	109,175	73,438	35,737
INZ Community Funding	225,831	200,500	25,331
Domain Name Commission	(308)	8,368	(8,676)
YTD Net Surplus INZ Group	334,698	282,306	52,392

INZ Group Consolidated Income Statement

Internet New Zealand Group								
Consolidated Income Statement								
Year to date (YTD) 30 June 2025								
Notes	Group YTD	Group Budget	+/- \$	+/- %	Parent YTD	Parent Budget	+/- \$	+/- %
Income - Operating								
	3,357,789	3,353,233	4,556	0	3,357,789	3,353,233	4,556	0
	Registry Fees							
	9,212	11,022	(1,810)	(0)	9,212	11,022	(1,810)	(0)
	Broadband Map							
	34,134	32,467	1,667	0	110,238	108,571	1,667	0
	Sundry Income							
1 (a)	3,401,135	3,396,722	4,413	0%	3,477,239	3,472,826	4,413	0%
Income - Investments								
	55,852	50,810	5,042	10%	53,627	48,550	5,077	10%
	Interest							
	200,949	200,000	949	0%	200,949	200,000	949	0%
	Fair Value Gains/(Losses) on Managed Funds							
	256,801	250,810	5,991	2%	254,576	248,550	6,026	10%
	Total Investment Income							
Less Direct Expenses								
	-	-	-	-	424,875	424,875	-	0%
	Domain Name Commission Fee							
	523,586	532,812	9,226	2%	523,586	532,812	9,226	2%
	.nz Costs							
	5,029	6,410	1,381	22%	5,029	6,410	1,381	22%
	Other							
2 (a)	528,615	539,222	10,607	2%	953,490	964,097	10,607	1%
	Total Direct Expenses							
Less Other Expenses								
	0	-	0	-	0	0	0	-
	Audit							
	92,731	96,045	3,314	3%	76,553	79,785	3,233	4%
	Amortisation & Depreciation							
	18,099	19,409	1,310	7%	4,329	5,000	671	-
	Communications							
	132,720	90,475	(42,245)	(47%)	132,720	90,475	(42,245)	(47%)
	Community Engagement							
	25,338	25,461	123	0%	-	-	-	-
	Domain Name Commission							
	1,708,429	1,756,997	48,568	3%	1,511,983	1,557,947	45,964	3%
	Employment							
	0	20,000	20,000	100%	0	20,000	20,000	100%
	Funding							
	38,175	40,426	2,251	6%	26,825	28,958	2,133	7%
	Governance							
	92,028	93,791	1,763	2%	69,594	72,245	2,651	4%
	International							
	97,583	67,600	(29,983)	(44%)	44,230	27,600	(16,630)	(60%)
	Legal							
	562,999	589,241	26,242	4%	550,566	574,772	24,206	4%
	Operational							
	0	0	0	0%	-	-	-	-
	Projects							
	26,520	26,559	39	0%	26,520	26,559	39	0%
	Security							
	2,794,623	2,826,004	31,381	1%	2,443,319	2,483,341	40,022	2%
	Total Expenses							
	\$334,698	\$282,306	\$52,392	19%	\$335,006	\$273,938	\$61,068	22%
	Net Operating Profit (Loss) Before Tax							

Notes: The income and expenditure lines for the individual entities do not add to the group totals because the following intra-group entries have been eliminated.

1 (a) GSE paid by DNC (\$76,104) to INZ & **2 (a)** DNC fee paid by INZ (\$424,875) to DNC

Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.

INZ Group Consolidated Income Statement – By Function

Internet New Zealand Group								
Consolidated Income Statement - Function Based								
Year to date (YTD) 30 June 2025								
Notes	Group YTD	Group Budget	+/- \$	+/- %	Parent YTD	Parent Budget	+/- \$	+/- %
Income - Operating								
	2,225	2,260	(35)	(2%)	-	-	-	-
Domain Name Commission - Sundry								
Investment Returns (Funding)	225,831	220,500	5,331	2%	225,831	220,500	5,331	2%
Te Puni Whakawhanake Rawa (Customer and Product)	3,375,821	3,372,771	3,050	0%	3,375,821	3,372,771	3,050	0%
Te Puni Whiria (Public Impact)	25,315	23,951	1,364	6%	27,189	25,826	1,363	5%
Te Puni Māori	-	-	-	0%	2,263	2,262	1	0%
Te Puni Raupa (Organisational Performance)	28,745	28,050	695	0%	100,712	100,017	695	1%
Total Operating Income	3,657,936	3,647,532	10,404	0%	3,731,815	3,721,376	10,439	0%
Less Activity Expenditure								
Domain Name Commission	351,304	342,663	(8,641)	(3%)	-	-	-	-
Funding	-	20,000	20,000	100%	-	20,000	20,000	100%
Te Puni Whakawhanake Rawa (Customer and Product)	1,257,175	1,324,167	66,992	5%	1,682,050	1,749,042	66,992	4%
Te Puni Whiria (Public Impact)	575,181	551,306	(23,875)	(4%)	575,181	551,306	(23,875)	(4%)
Te Puni Māori	219,420	201,441	(17,979)	(9%)	219,420	201,441	(17,979)	(9%)
Te Puni Raupa (Organisational Performance)	920,159	925,649	5,490	1%	920,159	925,649	5,490	1%
Total Expenses	3,323,238	3,365,226	41,988	1%	3,396,809	3,447,438	50,629	1%
Net Operating Profit (Loss) Before Tax	334,698	282,306	52,392	19%	335,006	273,938	61,068	22%
Net Operating Profit (Loss) Before Tax	\$334,698	\$282,306	\$52,392	19%	\$335,006	\$273,938	\$61,068	22%

Notes: The income and expenditure lines for the individual entities do not add to the group totals because the following intra-group entries have been eliminated.

1 (a) GSE paid by DNC (\$76,104) to INZ, **2 (a)** DNC fee paid by INZ (\$424,875) to DNC

Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.

INZ Group Consolidated Movements in Equity

Internet New Zealand Group			
Statement of Movements in Equity			
Year to date (YTD) 30 June 2025			
	GROUP	INZ	DNCL
Equity at start of period			
Opening Retained Earnings	11,726,659	11,340,571	386,087
Shares Subscribed	-	-	580,000
	11,726,659	11,340,571	966,087
Net Profit (Loss) After Tax	334,698	335,006	(308)
Equity at end of period	\$12,061,357	\$11,675,578	\$965,779

INZ Consolidated Balance Sheet

Internet New Zealand Group				
Balance Sheet				
As at 30 June 2025				
	Notes	GROUP	INZ	DNCL
Current Assets				
Cash and Cash Equivalents		12,604,968	11,621,479	983,489
Managed Funds		6,224,536	6,224,536	-
Other Current Assets		2,168,890	2,124,538	44,352
Total Current Assets		20,998,393	19,970,553	1,027,840
Non-current Assets				
Property, Equipment & Software		3,220,745	2,849,056	371,690
less: Accumulated Depreciation		(1,536,471)	(1,244,204)	(292,267)
Intangible Assets		4,235,003	4,235,003	-
less: Amortisation		(1,878,703)	(1,878,703)	-
Investments		-	-	-
Shares and Loans	3 (a)	-	580,000	-
Total Assets		25,038,968	24,511,705	1,107,263
Less Liabilities:				
Deferred Income		11,644,233	11,644,233	-
Trade and Other Payables		1,333,378	1,191,895	141,484
Total Liabilities		12,977,611	12,836,128	141,484
Net Assets		\$12,061,357	\$11,675,578	\$965,779
Represented By:				
Current Year Earnings	4 (a)	334,698	335,006	(308)
Retained Earnings	5 (a)	11,726,659	11,340,571	386,087
Share Capital	3 (a)	-	-	580,000
Total Equity		\$12,061,357	\$11,675,578	\$965,779

Notes:

3 (a) Shares in DNC wholly owned by InternetNZ. Share subscription with respect to shares issued to InternetNZ by DNC.

4 (a) Current earnings include funding earnings and distributions net \$225,831.

5 (a) Within the retained earnings is the ring-fenced funding of \$10,606,378.

Outlined below is a summary of each function.

Te Puni Whakawhanake Rawa/ Customer and Product

- Running of the .nz registry and Broadband Map services.
- Data insights and analytics
- IT infrastructure and product technology

Te Puni Whiria/Public Impact

- Public policy, internet governance, including international
- Community Engagement, including membership, Communications – External and brand and Events Management
- .nz rules

Te Puni Māori

- Māori sector partnership and relationships
- Rautaki Māori
- Māori cultural intelligence and cultural capability

Te Puni Raupa/Organisation Performance

- Governance, Strategy, planning, and performance.
- Security, compliance (including legal) and Privacy.
- HR and Finance, Technology Strategy, and Internal IT

INZ Group Operating Income Statement

Internet New Zealand Group								
Operating Income Statement (excludes funding)								
Year to date (YTD) 30 June 2025								
Notes	Group YTD	Group Budget	+/- \$	+/- %	Parent YTD	Parent Budget	+/- \$	+/- %
Income - Operating								
Registry Fees	3,357,789	3,353,233	4,556	0%	3,357,789	3,353,233	4,556	0%
Broadband Map	9,212	11,022	(1,810)	(16%)	9,212	11,022	(1,810)	(16%)
Sundry Income	34,134	32,467	1,667	5%	110,238	108,571	1,667	2%
Total Operating Income	3,401,135	3,396,722	4,413	0%	3,477,239	3,472,826	4,413	0%
Income - Investments								
Interest	30,970	30,310	660	2%	28,745	28,050	695	2%
Total Investment Income	30,970	30,310	660	2%	28,745	28,050	695	2%
Less Direct Expenses								
Domain Name Commission Fee	-	-	-	-	424,875	424,875	-	0%
.nz Costs	523,586	532,812	9,226	2%	523,586	532,812	9,226	2%
Other	5,029	6,410	1,381	22%	5,029	6,410	1,381	22%
Total Direct Expenses	528,615	539,222	10,607	2%	953,490	964,097	10,607	1%
Less Other Expenses								
Audit	0	-	0	-	0	0	0	-
Amortisation & Depreciation	92,731	96,045	3,314	3%	76,553	79,785	3,233	4%
Communications	18,099	19,409	1,310	7%	4,329	5,000	671	-
Community Engagement	132,720	90,475	(42,245)	(47%)	132,720	90,475	(42,245)	(47%)
Domain Name Commission	25,338	25,461	123	0%	-	-	-	-
Employment	1,708,429	1,756,997	48,568	3%	1,511,983	1,557,947	45,964	3%
Governance	38,175	40,426	2,251	6%	26,825	28,958	2,133	7%
International	92,028	93,791	1,763	2%	69,594	72,245	2,651	4%
Legal	97,583	67,600	(29,983)	(44%)	44,230	27,600	(16,630)	(60%)
Operational	562,999	589,241	26,242	4%	550,566	574,772	24,206	4%
Projects	0	0	0	0%	-	-	-	-
Security	26,520	26,559	39	0%	26,520	26,559	39	0%
Total Expenses	2,794,623	2,806,004	11,381	0%	2,443,319	2,463,341	20,022	1%
Net Operating Profit (Loss) Before Tax	\$108,867	\$81,806	\$27,061	33%	\$109,175	\$73,438	\$35,737	49%

Notes: The income and expenditure lines for the individual entities do not add to the group totals due to the elimination of the following intra-group entries.

1 (a) GSE paid by DNC (\$76,104) to INZ. 2 (a) DNC fee paid by INZ (\$424,875) to DNC

Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.

INZ Group Operational Revenue Analysis to the Period ending 30 June 2025

Consolidated Revenue	Actual	Budget	Variance	% of Total Sales
Registry Fees	3,357,789	3,353,233	4,556	98.7%
BBM	9,212	11,022	(1,810)	0.3%
Sundry - Membership	25,315	23,951	1,364	0.7%
Sundry - Misc.	8,819	8,516	303	0.3%
Total Operating Revenue	3,401,135	3,396,722	4,413	100%

INZ Group Operational Expenditure Analysis by Function to the Period ending 30 June 2025

Consolidated Expenditure by Function	Actual	Budget	Variance	% of Total Expenditure
Domain Name Commission 1 (a)	351,304	342,663	(8,641)	11.8%
Te Puni Whakawhanake Rawa/Cust & Prod	1,257,175	1,324,167	66,992	42.3%
Te Puni Whiria/Public Impact	575,181	551,306	(23,875)	19.4%
Te Puni Maori	219,420	201,441	(17,979)	7.4%
Te Puni Raupa/Organisational Performance	920,159	925,649	5,490	31.0%
Total Operating Expenditure	2,971,934	3,002,563	(30,629)	100%

Notes: The DNC expenditure line excludes:

1 (a) GSE paid by DNC (\$76,104) to INZ

During the first quarter, three areas recorded budget overspends which are attributable to budget phasing.

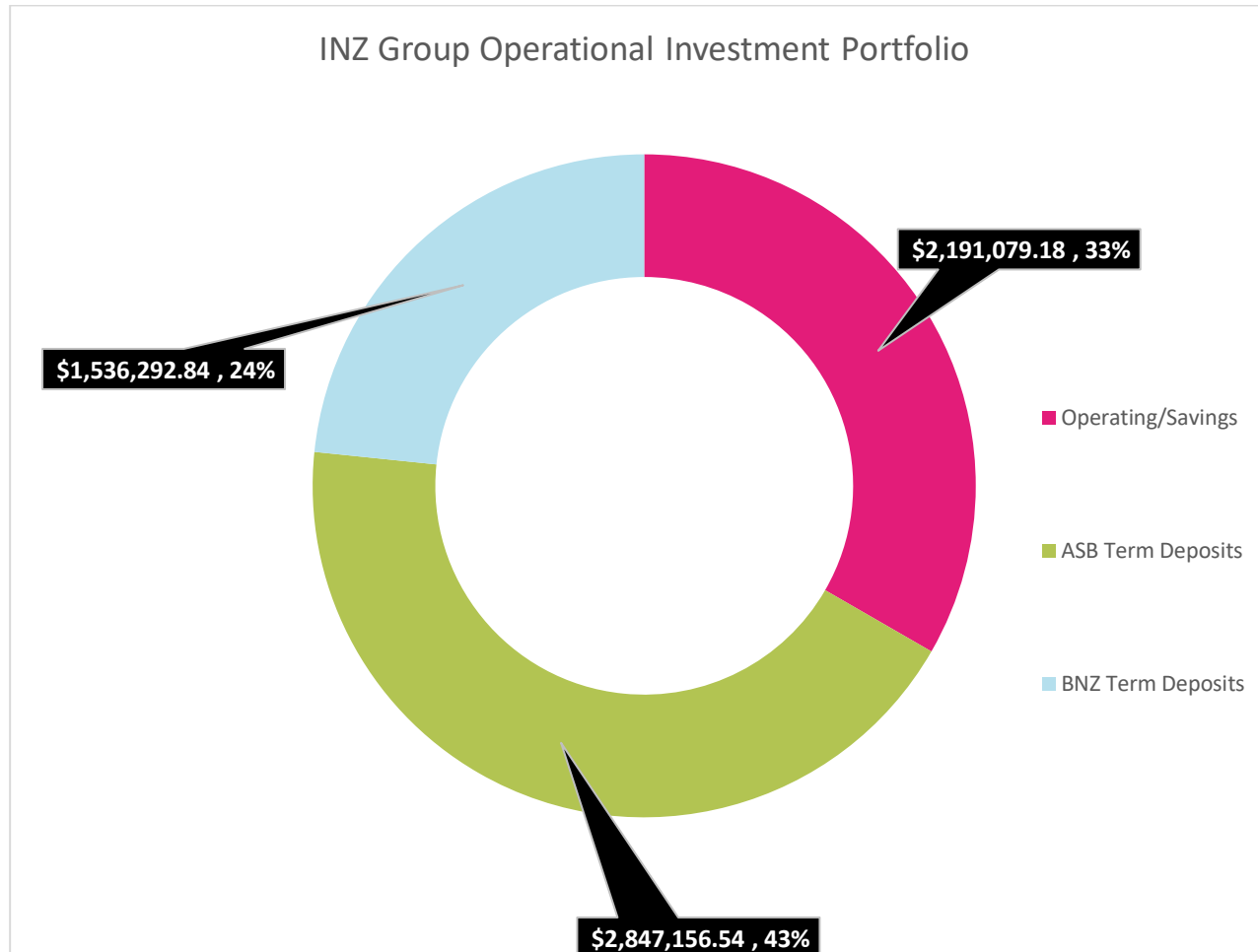
INZ Operational Cashflow

INZ Operating 12-Month Cash Flow Forecast												
Fiscal Year Ending Date 31-Mar-2026	1-Apr-2025	1-May-2025	1-Jun-2025	1-Jul-2025	1-Aug-2025	1-Sep-2025	1-Oct-2025	1-Nov-2025	1-Dec-2025	1-Jan-2026	1-Feb-2026	1-Mar-2026
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
<i>Operating Account Opening Balance 31 March 2025</i>	\$ 781,701	\$ 459,446	\$ 512,060	\$ 813,152	\$ 471,795	\$ 258,916	\$ 171,446	\$ 142,969	\$ 148,581	\$ 177,106	\$ 161,977	\$ 214,143
<i>Cash Receipts</i>												
Total Cash Receipts	\$ 2,170,503	\$ 1,263,320	\$ 1,472,825	\$ 1,294,614	\$ 1,323,134	\$ 1,325,071	\$ 1,467,934	\$ 1,381,955	\$ 1,384,867	\$ 1,401,782	\$ 1,419,509	\$ 2,233,662
<i>Cash Disbursements</i>												
Total Cash Disbursements	\$ 2,492,758	\$ 1,210,706	\$ 1,100,195	\$ 1,635,971	\$ 1,536,013	\$ 1,412,542	\$ 1,496,411	\$ 1,376,342	\$ 1,356,342	\$ 1,416,911	\$ 1,367,342	\$ 1,476,342
Cash-flow Movements	\$ (322,255)	\$ 52,614	\$ 372,630	\$ (341,357)	\$ (212,879)	\$ (87,471)	\$ (28,477)	\$ 5,613	\$ 28,525	\$ (15,129)	\$ 52,167	\$ 757,320
ASB Operating Account Closing Balance	\$ 459,446	\$ 512,060	\$ 884,691	\$ 471,795	\$ 258,916	\$ 171,445	\$ 142,968	\$ 148,581	\$ 177,106	\$ 161,977	\$ 214,143	\$ 971,464
<i>Other Banking Institutes</i>												
Total Other Accounts	\$ 1,370,252	\$ 1,310,733	\$ 1,314,137	\$ 439,542	\$ 446,134	\$ 452,827	\$ 459,618	\$ 466,513	\$ 473,511	\$ 480,614	\$ 487,823	\$ 495,141
Operational Closing Balance (all Accounts)	\$ 1,829,698	\$ 1,822,793	\$ 2,198,828	\$ 911,336	\$ 705,050	\$ 624,272	\$ 602,586	\$ 615,094	\$ 650,616	\$ 642,591	\$ 701,967	\$ 1,466,605
<i>Operational Investments</i>												
Total Term Deposits	\$ 4,483,224	\$ 4,489,430	\$ 4,383,449	\$ 4,385,502	\$ 1,365,544	\$ 365,544	\$ 365,544	\$ 365,544	\$ 365,544	\$ 365,544	\$ 370,482	\$ 378,892
Total Managed Funds	\$ -	\$ -	\$ -	\$ 1,009,000	\$ 3,014,886	\$ 5,032,473	\$ 5,061,829	\$ 5,091,356	\$ 5,121,056	\$ 5,150,928	\$ 5,180,976	\$ 5,211,198
Operational Investments	\$ 4,483,224	\$ 4,489,430	\$ 4,383,449	\$ 5,394,502	\$ 4,380,430	\$ 5,398,017	\$ 5,427,373	\$ 5,456,900	\$ 5,486,600	\$ 5,516,473	\$ 5,551,457	\$ 5,590,090
Total Operating Funds	\$ 6,312,922	\$ 6,312,223	\$ 6,582,277	\$ 6,305,838	\$ 5,085,480	\$ 6,022,288	\$ 6,029,959	\$ 6,071,994	\$ 6,137,216	\$ 6,159,063	\$ 6,253,424	\$ 7,056,694

Notes: Closing Operating Funds does not equal Group Operational Investments as cash-flow excludes DNC.

INZ Operational Investments as of 30 June

The chart below shows the percentage spread of INZ Group Operating funds invested **\$6,574,529** across all institutions as of 30 June 2025.



Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.

INZ Community Fund Performance

To ensure funding for public impact, a fund has been created where interest generated from the fund will support public impact grants and strategic partnerships.

Approved budget included:

- Setting the size of the initial fund contribution at \$11M,
- Setting public impact funding for 2025/26 at \$1M.

Ring-fencing the funds within the Balance Sheet was introduced to formally reserve the Funds. The following reporting provides transparency of the ring-fenced funding performance YTD June.

Community Fund Income Statement

Internet New Zealand				
Funding Income Statement				
Year to date (YTD) 30 June 2025				
	Group	Group	+/-	+/-
	YTD	Budget	\$	%
Funding Investment Income				
Interest Received	24,882	20,500	4,382	21%
Fair Value Gains/(Losses) on Managed Funds	200,949	200,000	949	0%
Total Investment Income	225,831	220,500	5,331	2%
Funding Rounds	0	20,000	20,000	100%
Strategic Partners	0	0	0	0%
Total Expenses	0	20,000	20,000	100%
Net Funding Profit (Loss)	\$225,831	\$200,500	\$25,331	13%

Quarter ending June 2025 saw no funding disbursements, but good returns on managed funds.

Community Fund Model - Balance Sheet & Statement of Movements

Internet New Zealand Funding Balance Sheet As at 30 June 2025	
	INZ
Current Assets	
Cash and Cash Equivalents	4,769,282
Managed Funds	6,224,536
Total Current Assets	10,993,817
Less Liabilities:	
Trade and Other Payables (INZ) Operational	161,608
Total Liabilities	161,608
Net Assets	\$10,832,209
Represented By:	
Current Year Earnings	225,831
Retained Earnings	10,606,378
Total Equity	\$10,832,209

Internet New Zealand Statement of Movements in Equity - Funding Year to date (YTD) 30 June 2025		
	2026	2025
Equity at start of period		
Opening Retained Earnings	10,606,378	10,606,378
	10,606,378	10,606,378
Net Profit (Loss) After Tax	225,831	
Equity at end of period	\$10,832,209	\$10,606,378

Trade payables reported in the Community Fund payable to INZ Operational.

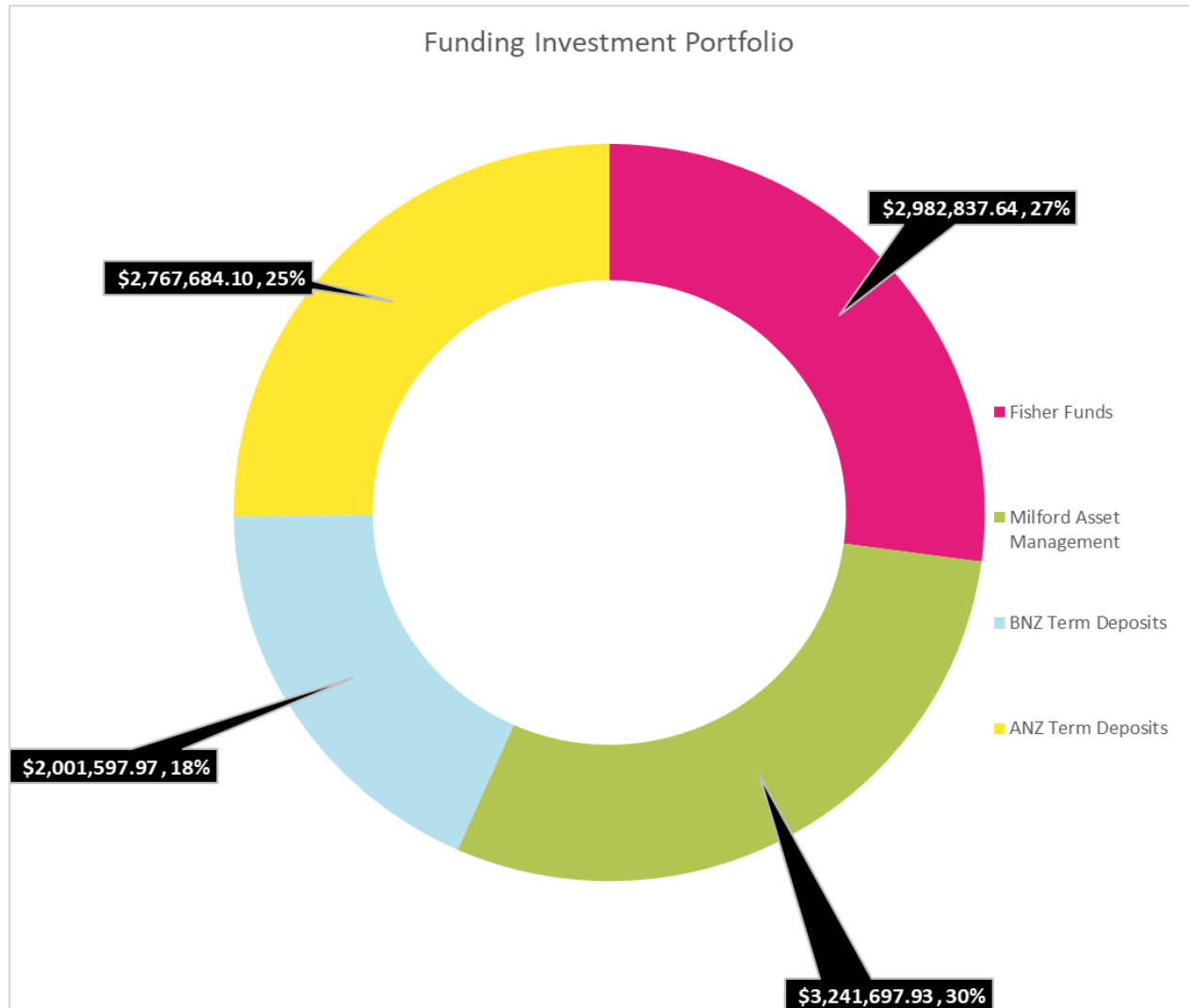
Community Fund Model Cashflow

Community Fund 12-Month Cash Flow Forecast												
Fiscal Year Ending Date 31-Mar-2026	1-Apr-2025	1-May-2025	1-Jun-2025	1-Jul-2025	1-Aug-2025	1-Sep-2025	1-Oct-2025	1-Nov-2025	1-Dec-2025	1-Jan-2026	1-Feb-2026	1-Mar-2026
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Opening Balances as per BS 1 April 2025	\$ 10,744,066	\$ 10,726,816	\$ 10,894,128	\$ 11,084,090	\$ 11,067,167	\$ 11,138,845	\$ 11,258,447	\$ 11,292,058	\$ 11,339,604	\$ 10,825,907	\$ 10,856,791	\$ 10,903,440
Cash Receipts												
Interest	\$ 4,665	\$ 35,142	\$ 5,738	\$ 4,734	\$ 41,429	\$ 6,395	\$ 3,110	\$ 16,917	\$ 5,547	\$ -	\$ 15,635	\$ 31,687
Managed Funds	\$ (23,881)	\$ 130,879	\$ 93,952	\$ 20,343	\$ 30,249	\$ 30,375	\$ 30,501	\$ 30,629	\$ 30,756	\$ 30,884	\$ 31,013	\$ 31,142
INZ Operating Contributions (July 2024-2025 and March for 2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,000						\$ 250,000
Total Cash Receipts	\$ (19,216)	\$ 166,021	\$ 99,690	\$ 25,077	\$ 71,678	\$ 6,395	\$ 33,611	\$ 47,546	\$ 5,547	\$ 30,884	\$ 46,648	\$ 31,687
Cash Disbursements												
Funding refer INZ Cashflow for payments, Less INZ Operatin	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 167,168	\$ -	\$ -	\$ 550,000	\$ -	\$ -	\$ 450,000
Total Cash Disbursements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 167,168	\$ -	\$ -	\$ 550,000	\$ -	\$ -	\$ 450,000
Cash-flow Movements	\$ (19,216)	\$ 166,021	\$ 99,690	\$ 25,077	\$ 71,678	\$ (160,773)	\$ 33,611	\$ 47,546	\$ (544,453)	\$ 30,884	\$ 46,648	\$ (418,313)
Funding Investments												
Operating Bank Accounts												
Total Bank	\$ 958,542	\$ 959,833	\$ 960,864	\$ -	\$ -	\$ 582,832	\$ 582,832	\$ 582,832	\$ 32,832	\$ 32,832	\$ 32,832	\$ 360,247
Term Deposits												
Total Term Deposits	\$ 3,768,568	\$ 3,803,711	\$ 3,808,418	\$ 3,808,018	\$ 3,849,447	\$ 3,355,842	\$ 3,358,952	\$ 3,375,869	\$ 3,381,416	\$ 3,381,416	\$ 3,397,051	\$ 2,839,264
Fund Managers												
Total Managed Funds	\$ 5,999,705	\$ 6,130,584	\$ 6,224,536	\$ 7,259,149	\$ 7,289,398	\$ 7,319,773	\$ 7,350,274	\$ 7,380,903	\$ 7,411,659	\$ 7,442,543	\$ 7,473,557	\$ 7,504,699
Total Funding Investments	\$ 10,726,816	\$ 10,894,128	\$ 10,993,818	\$ 11,067,167	\$ 11,138,845	\$ 11,258,447	\$ 11,292,058	\$ 11,339,604	\$ 10,825,907	\$ 10,856,791	\$ 10,903,440	\$ 10,704,210

Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.

Community Fund Investments as of 30 June 2025

The chart below shows the percentage spread of funding investments of **\$10,993,818** across all institutions as of 30 June 2025.



Due to rounding of cents, numbers presented throughout this report may not add up precisely to the totals provided in dollars.