



## **AfriNIC Financial department**

Nairobi  
May 2006



## Agenda

Introduction

Update

Membership analysis

Challenges



## Introduction

**Afrinic financial activities take place in the corporate headquarters located in Mauritius**

**The financial team is composed of**

- Harish Gowrisunkur (CFO)
- Manoda Marimuthu (*Administrative and business assistant*)
- Radha Ramphul (Trainee – Liaison with registration dept)

**The financial department handles the following activities**

- Billing and collection
- Purchasing and payments
- Cash management
- Accounting reports and Budgeting
- Implement controls based on policies





## Department Update

The Finance department manages the day to day finance activities, reports weekly on the position of the company and ensures that proper controls and procedures are in place

### Billing

- Invoiced 200 members so far
- Collection rate of 85%
- 2 reminders sent
- Plan to send final reminder in June

### Auditing

- Auditing of AfrinIC 2005 accounts
- Ernst and Young appointed by the Audit Committee

### HR

- Manoda Marimuthu joined us in December 2005
- Assist CFO in billing and purchasing

### Projects

- Web site review
- Representative to the NRO finance committee



## Financial status

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### Corporate Governance: Financial and Audit committees

#### Audit Committee

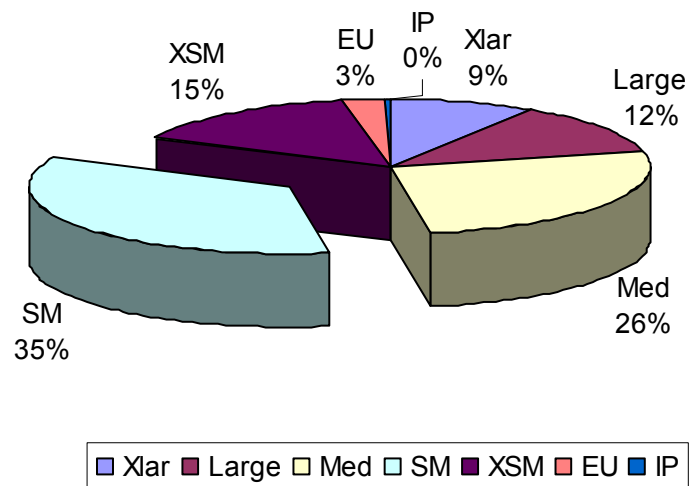
- Chaired by Mr Kasole
- Present their report in the afternoon
- Audited Financial Statements for the year ended 31 December 2005

#### Financial Committee

- Chaired by Mr Barrett
- Present their report in the afternoon
- Budget for the year 2006

## Membership analysis

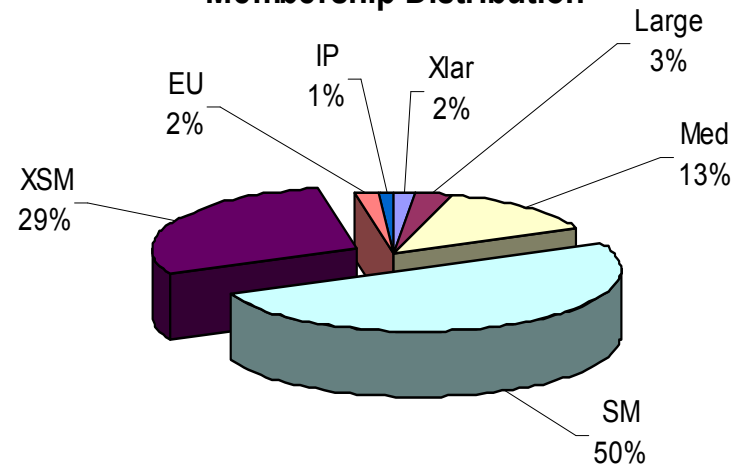
Membership revenue



### Observation

- Small LIR category have most members and bring more revenue
- Large members account for 2% but bring 12% of revenue
- XSM members represent 29% but bring 15% of revenue

Membership Distribution





## 2005 Challenges revisited

### Our 2005 challenges and how we performed

- Timely collection of membership fees
  - 85% success rate
- Obtain tax exemption in Mauritius
  - **DONE**
  - Thank you ARIN, RIPE and LACNIC for their support
- Be autonomous from 2006
  - Reserves can cover 2006 OPEX of Mauritius
- Achieve 15% growth in members per annum
  - Done



## 2006 Challenges

### **Afrinic will consolidate its current financial position and improve the membership collection rate**

- Improve collection of membership fees
  - Send third reminder
  - Take back resources
- Billing for 2007
  - Start the billing process from October
- Human resources
  - Hire a trainee accountant



## Questions and Answers

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