



**ISLAND INFORMATION & TECHNOLOGY, INC.**

4-B Vernida I Condominium, 120 Amorsolo St.,  
Legaspi Village, Makati City  
Tel. 813-2839/892-1316  
Fax No. 813-0321

March 18, 2008

**SECURITIES AND EXCHANGE COMMISSION**  
SEC Building, EDSA Greenhills  
Mandaluyong City

Sir:

Please be advised that we wish to amend the following statement in our quarterly report corresponding to the period November 2007 to January 2008 as follows:

As reflected in our quarterly report of the subject period:

**Item 2. Management's Discussion and Analysis (MDA) of Financial Condition and Results of Operations (Par. III, Par. (A) (2) (b)). (first paragraph)**

"The Corporation, together with Abacus Capital and Investment Corporation as its underwriter, is pursuing its plan to offer stock rights to its existing stockholders. The related documents to said undertaking have been prepared and submitted to the Securities and Exchange Commission (SEC) and to the Philippine Stock Exchange, Inc. As of this writing, the Corporation is still awaiting the actions that will be taken by the said agencies."

Should read as follows:

"The Corporation, together with Abacus Capital and Investment Corporation as its financial adviser, is pursuing its plan to offer stock rights to its existing stockholders. The related documents to said undertaking have been prepared and submitted to the Securities and Exchange Commission (SEC) and to the Philippine Stock Exchange, Inc. As of this writing, the Corporation is still awaiting the actions that will be taken by the said agencies."

Thank you.

**ISLAND INFORMATION AND TECHNOLOGY, INC.**

  
**SERAFIN B. LINDA**  
Corporate Secretary

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q (Amended)

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE  
SECURITIES REGULATION CODE AND SRC RULE 17 THEREUNDER

1. For the quarterly period ended: **January 31, 2008**
2. Commission identification number: **16480**
3. BIR Tax Identification number: **000-589-662**
4. Exact name of Registrant as specified in its charter

**ISLAND INFORMATION & TECHNOLOGY, INC.**

5. Province, country or other jurisdiction of incorporation or organization:  
**Makati City, Philippines**
6. Industry Classification Code, (SEC Use Only)  
**Communication**

7. Address of registrant's principal office:

4-B Vernida I Condominium  
120 Amorsolo St., Legaspi Village  
Makati City

8. Registrant's telephone number, including area code:

(632) 813-2839; 892-1316

9. Former name, former address and former fiscal year, if changed since last report.  
**n/a**

10. Securities registered pursuant to Section 4 and 8 of the RSA

Title of each Class	Number of Shares of Common Stock Outstanding
Common stock at Par Value	4,585,718,685

11. Are any or all of the securities listed on the Philippine Stock Exchange?  
Yes (X)                      No ( )

12. Indicate by check mark whether the registrant:

a) has filed all reports required to be filed by Section 11 of the RSA and RSA Rule 11 (a)-1 thereunder and Section 26 and 141 of the Corporation Code of the Philippines, during the preceding 12 months (or for such shorter period the registrant was required to file such reports)

Yes (x)      No ( )

b) has been subject to such filing requirements for the past 90 days

Yes ( )      No (x)

## PART I-FINANCIAL INFORMATION

### Item 1. Financial Statements Required Under SRC Rule 68.1

Balance Sheets	Annex "A"
Income Statements	Annex "B"
Statement of Cash Flows	Annex "C"
Statement of Changes in Equity	Annex "D"

With reference to the attached financial statements:

1. Interim Balance Sheet as of the end of the current interim period and a Comparative Balance Sheet as of the end of the immediately preceding financial year October 31, 2007 were audited.
2. Statement showing changes in equity cumulatively for the current financial year to date, with a comparative statement for the comparable year-to-date period of the immediately preceding financial year. See exhibit "A"
3. There were no common stock equivalents during the period. As such basic and diluted earnings per share are the same. Loss per share for the period is shown in the accompanying Consolidated Statements of Income.
4. The Interim financial report was in compliance with generally accepted accounting principles.
5. The same accounting policies and methods of computations were followed in the interim financial statement as compared with the most recent annual financial statements.

In this interim period, there had been

- No seasonal or cyclical factor that affected this quarter's interim operations.
- No unusual item that affected assets, liabilities, equity, net income or cash flows.
- No change in estimates reported in prior financial years that had a material effect.
- No issuance, repurchase and repayment of equity securities.
- No material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period;
- No changes in the composition of the issuer, no business combination, acquisition nor disposal of subsidiaries and long term investments and no long-term investments, restructuring and discontinuing operations.

- No changes in contingent liability or contingent asset since the last annual balance sheet date.
- No material contingencies and any other events or transactions that are material to an understanding of the current interim period other than those discussed in item 2 of this report.

**Item 2. Management's Discussion and Analysis (MDA) of Financial Condition and Results of Operations {Par. III, Par. (A) (2) (b) }.**

The Corporation, together with Abacus Capital and Investment Corporation as its financial adviser, is pursuing its plan to offer stock rights to its existing stockholders. The related documents to said undertaking have been prepared and submitted to the Securities and Exchange Commission (SEC) and to the Philippine Stock Exchange, Inc. As of this writing, the Corporation is still awaiting the actions that will be taken by the said agencies.

The Corporation is planning to engage in a cargo management and integrated logistics services, including but not limited to the establishment, management, development and operation of cargo management facilities, container yards, and warehouses, and the transporting, loading, unloading, reloading, delivery, distribution, handling and inventory management of containers and goods and pursuant thereto, to automate and computerize its operations, perform yard information management, systematize documentations, engage in supply chain management, and to undertake such activities as may be necessary or incidental to the foregoing . The Corporation will offer Five(5) shares for every Two (2) share held to its stockholders on record date. This matter was approved by the stockholders in a regular stockholder's meeting held last January 19, 2005.

On November 19, 2007, the Corporation signed an Investment Agreement with Admiral Container Depot, Inc, a duly registered corporation, where Island Information and Technology, Inc. will invest to the new shares of Admiral Container up to One Hundred Sixteen Million Six Hundred Seventy Two Thousand Five Hundred (116,672,500) shares of common stock of the said Corporation at One (1.00) Peso per share. The said Corporation (Admiral Container) is engage in the business of cargo management and is currently operating a container yard depot at the Manila North Harbor.

During the quarter, November 2007 to January 2008, the corporation realized a net loss of P529,691.58 This is mainly due to the cessation of services being extended to Cypress Manufacturing in January 2007 where the Corporation realizes its major service income.

On the **BALANCE SHEET ACCOUNTS,** by comparing the period October 2007 to that of January 2008, the decrease of PHP187,238.20 in the cash on hand and in bank was because of the reduction of collection from Cypress Manufacturing Corporation, the major client of the Corporation, due to the cessation of the services being extended to them in January 2007.

The increase in the accounts receivable amounting to PHP7,085.92 pertains to advances made for the purchase of Christmas gifts in December 2007.

The increase in the Other Current Assets account amounting to PHP55,371.53 represents Vat Input Tax of PHP36,005.89 from sub-contractor Exponent Enterprises, Prepaid income tax of PHP 3,000.00 from Golden Tower Securities & Holdings, Inc., and Advances to Officers & Employees amounting to PHP16,365.64.

The decrease in the value of Properties and Equipment amounting to PHP45,500.03 was because of the depreciation of office improvement in the unit owned by the Corporation at Vernida I Condominium.

The increase in the Current Liabilities amounting to PHP359,411.05 was due to the advance payments made Golden Tower Securities & Holdings, Inc. for office rental and payments made by the corporation for accrued expenses, audit, retainer's and transfer fees.

In the Statement of Income, by comparing the period from November 2007 to January 2008 with that of November 2006 to January 2007, the decrease in the Service Income amounting to PHP931,794.88 was because the contracted service jobs being extended to Cypress Manufacturing Company have been terminated in January 2007.

There was a decrease in the dividend Income amounting to PHP800.00 because no cash dividend was received during the period from the Philippine Long Distance Telephone Co.

The decrease in the Cost of Services amounting to PHP713,403.97 was due to the termination of the sub-contracting job with Trade Exponent for services related to the service contract with Cypress Manufacturing Company.

The increase in the PSE Listing Maintenance Fee amounting to PHP50,000.00 was due to the increase in the listing maintenance fee by the Philippine Stock Exchange, Inc.

The decrease in Taxes & Licenses Account amounting to PHP23,795.50 was due to decrease of taxes paid to the different government agencies during the period.

The increase in the Professional Fee amounting to PHP73,304.00 was due to the payment made to Diaz Murillo Dalupan and Company, External Auditors, for the review and preparation of a projected financial statement for the corporation up to October 31, 2008 as required by the Philippine Stock Exchange, Inc.

The decrease in the Salaries & Wages Account amounting to PHP3,850.00 pertains to less overtime jobs paid during the subject period.

The increase in the Association Dues amounting to PHP4,132.56 was due to the increase in the monthly association dues imposed by Vernida I Condominium Corporation where the Corporation is a member.

The decrease in the 13<sup>th</sup> month pay amounting to PHP891.24 was due to less payment made for such account within the period concerned.

The decrease in the Postage, Telephone and Telegram account amounting to 3,547.71 was due to reduction of overseas call made during in the subject period.

The decrease in the Light & Water account amounting to PHP5,318.70 was due to the decrease in the power usages of the Corporation due to cost cutting regulations imposed by management.

The PSE Filing Fees Account amounting to PHP11,200.00 pertains to the payment made to the Philippine Stock Exchange, Inc. for the filing fee of stock rights offering.

The decrease in the insurance expense amounting to PHP460.00 was due to the reduction of premium charged for the fire insurance coverage of the unit owned by the Corporation at the Vernida I Condominium.

The increase in the SSS, Philhealth and ECC contributions account amounting to PHP295.30 was due to the increase of the premium paid to the different government agencies concerned.

The decrease in the Miscellaneous Expense account amounting to PHP92.72 was due to the cost cutting measures being adopted by the Corporation.

The **Performance Indicators** of the Corporation are as follows: (Using the same periods, November 2006 to January 2007 and November 2007 to January 2008.)

1. **Current Ratio = Current Assets/Current Liabilities**

The Current Ratio is the general measure of liquidity. It represents the ratio of all current assets to all current liabilities. It is sometimes called the "Working Capital Ratio" because working capital is the excess of current assets over current liabilities.

**Illustration:**

$$\text{PHP } 1,505,445.25 / \text{PHP } 590,207.05 = 255.07\%$$

2. **Profit (Loss) on Total Assets Ratio = Net Profit (Loss)/Total Assets**

The profit on Total Assets Ratio is useful to show the analyst how well the firm employs its assets in the business. It is most significant when comparing different companies in the same industry, as one indication of the ability of management to use assets profitably in the business.

**Illustration:**

$$(PHP\ 529,691.58) / 10,000,697.23 = - 5.29 \%$$

**3. Profit (Loss) on Sales Ratio = Net Income (Loss)/Net Sales**

The Profit on Sales Ratio highlights the success of the corporation to obtain a price for its products above the total cost of making and/or selling the goods. This ratio represents the net operating margin. As such, it indicates the strength or weakness of the corporation's market position as compared with competitors in the industry, at least during the preceding fiscal period.

**Illustration:**

$$(PHP\ 529,691.58) / Php\ 60,000.00 = - 882.82 \%$$

In the Statement of Changes in Equity, by comparing the period from November 2007 to January 2008 with the period from November 2006 to January 2007, the increase in the Deficit Account is mainly due to the net loss of PHP 589,691.58 that was experienced from November 2007 to January 2008 due to the decrease of the service income from Cypress Manufacturing, the Corporation's major client.

**OPERATING EXPENSES**

ACCOUNT TITLE	NOV. '07- January 2008	NOV. '06- January 2007	INCREASE/DECR EASE
Cost of Services	-	713,403.97	(713,403.97)
PSE listing fee	250,000.00	200,000.00	50,000.00
Taxes & Licenses	63,818.88	87,614.42	(23,795.54)
Professional Fee	130,804.01	57,500.01	73,304.00
Depreciation	45,500.00	45,500.00	- 0 -
Salaries & Wages	24,150.00	28,000.00	(3,850.00)
Association dues	27,889.64	23,757.08	4,132.56
13 <sup>th</sup> month pay	20,487.50	21,378.74	(891.24)
Postage, Tel. & Telegram	7,403.44	10,951.15	(3,547.71)
Light & Water	5,479.41	10,798.11	(5,318.70)
Insurance	-	4,421.80	(4,421.80)
PSE Filing fees	11,200.00	-	11,200.00
SSS, philhealth & ECC	2,025.90	1,730.60	295.30

Miscellaneous	932.80	1,025.52	(92.72)
<b>Total</b>	<b>589,691.58</b>	<b>1,206,081.40</b>	<b>(616,389.82)</b>

All the other expense accounts remain the same or have no significant change, and in addition:

- Reasonably expected to have a material favorable or unfavorable impact on net sales/revenue/income from continuing operations.
- There is no comparable discussion that will enable the reader to assess material changes in financial condition and results of operation since the end of the last fiscal year and for the comparable interim period in the preceding financial year.
- there is no discussion and analysis of material event/s and uncertainties known to management that would address the past and would have an impact on future operations.
- There is no known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations.
- There is no significant elements of income or loss that did not arise from the issuer's continuing operations.
- There is no cause for any material change/s (10% or more) from period to period in one or more line items of the issuer's financial condition or results of operations.
- There is no material commitment for capital expenditures.

**PART II - OTHER INFORMATION**

There is no disclosure that had to be made under SEC Form 17-C.

**SIGNATURES**

Pursuant to the requirements of the Securities Regulation Code, the registrant has duly caused this Report to be signed on its behalf by the undersigned thereunto duly authorized.

Registrant : **ISLAND INFORMATION & TECHNOLOGY, INC.**

Signature



ANDRES LAO, SR.

Title : President and CEO

Date : March 12, 2008

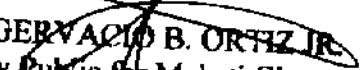
Signature

  
: QUINCIANA M. DELA CRUZ  
: Accountant

Title

**SUBSCRIBED AND SWORN** to before me this MAK 18 2008 in Makati City,  
affiant exhibited to me their CTC No. 19484566 issued on January 15, 2008 and CTC no.  
01397893 respectively.

Doc. No. 341  
Page No. 70  
Book No. V  
Series of 2008

  
**ATTY. GERVAZIO B. ORTIZ JR.**  
Notary Public for Makati City  
Until December 31, 2008  
PTR NO. 0982705; 1/02/2008; Makati City  
IBP NO. 656155- Lifetime Member  
APPT. M - 84 / 2008 ROLL NO. 40091

**ISLAND INFORMATION & TECHNOLOGY INC**  
**BALANCE SHEET**  
AS OF JANUARY 31, 2008

		<u>NOV. '07 - JAN. '08</u>		<u>(AUDITED)</u>	<u>OCTOBER 31, 2007</u>
<b><u>A S S E T S</u></b>					
<b>CURRENT ASSETS</b>					
Cash on hand and in bank	P	26,797.80	P		214,036.00
Receivables, net		55,686.92			48,601.00
Other current assets		<u>1,422,960.53</u>			<u>1,367,589.00</u>
<b>Total Current Assets</b>		<u>1,505,445.25</u>			<u>1,630,226.00</u>
<b>NON-CURRENT ASSETS</b>					
Properties and equipment, net		91,001.98			136,502.01
Investment property, net		8,408,250.00			8,408,250.00
Other non-current assets		<u>-</u>			<u>-</u>
<b>Total Non-Current Assets</b>		<u>8,499,251.98</u>			<u>8,544,752.01</u>
<b>TOTAL ASSETS</b>	<b>P</b>	<b><u>10,004,697.23</u></b>	<b>P</b>		<b><u>10,174,978.01</u></b>
<b><u>LIABILITIES AND EQUITY</u></b>					
<b>CURRENT LIABILITIES</b>					
Accounts payable and other liabilities	P	<u>590,207.05</u>	P		<u>230,796.00</u>
<b>NON-CURRENT LIABILITIES</b>					
Advances from officers and stockholders		69,123,249.01			69,123,249.01
Deposits for future stocks subscriptions		<u>2,021,748.90</u>			<u>2,021,748.00</u>
<b>Total Non-Current Liabilities</b>		<u>71,144,997.91</u>			<u>71,144,998.01</u>
<b>EQUITY</b>					
Capital stocks		48,857,486.85			48,857,487.00
Deficit		<u>(110,587,994.58)</u>			<u>(110,058,303.00)</u>
<b>Total Equity</b>		<u>(61,730,507.73)</u>			<u>(61,200,816.00)</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>P</b>	<b><u>10,004,697.23</u></b>	<b>P</b>		<b><u>10,174,978.01</u></b>

**ISLAND INFORMATION & TECHNOLOGY INC**  
**STATEMENT OF INCOME**  
**FOR THE FIRST QUARTER ENDING JANUARY 31, 2008**  
(with comparative figures for the first quarter ending January 31, 2007)

<b>REVENUES:</b>	<u>NOV. '07 - JAN. '08</u>	<u>NOV. '06 - JAN. '07</u>
Service income	P - P	931,794.88
Rent income	60,000.00	60,000.00
Dividend income	-	800.00
<b>Total</b>	<u>60,000.00</u>	<u>992,594.88</u>
 <b>OPERATING EXPENSES</b>		
Cost of services	-	713,403.97
PSE listing maintenance fee	250,000.00	200,000.00
Taxes and licenses	63,818.08	87,614.42
Professional fees	130,804.01	57,500.01
Depreciation	45,500.00	45,500.00
Salaries and wages	24,150.00	28,000.00
Association dues	27,889.64	23,757.08
13th month pay	20,487.50	21,378.74
Postage, telephone and telegram	7,403.44	10,951.15
Light and water	6,479.41	10,798.11
Insurance	-	4,421.80
Stockrights offering expenses	11,200.00	-
SSS, philhealth and ECC contributions	2,025.90	1,730.00
Miscellaneous	932.80	1,025.52
<b>Total</b>	<u>589,691.58</u>	<u>1,206,081.40</u>
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	<u>P (529,691.58) P</u>	<u>1 (213,486.52)</u>
 <b>EARNINGS (LOSS) PER SHARE</b>		
Net income (loss) for the period	<u>(0.0001097)</u>	<u>(0.0000442)</u>
Total # of shares issued and subscribed		

**ISLAND INFORMATION & TECHNOLOGY INC**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDING JANUARY 31, 2008**  
(with comparative figures for the first quarter ending January 31, 2007)

	<b>JANUARY</b>	
	<u>2008</u>	<u>2007</u>
<b>CAPITAL STOCK</b>		
Authorized capital stock - 5 billion common shares @ P0.01 par value per share = <u>P50,000,000</u>		
Issued and outstanding - 4,830,630,066 shares	P 48,306,300.66	P 48,306,300.66
Subscribed and paid up - 55,118,619 shares (net of subscriptions receivable of P15,000)	551,186.19	551,186.19
	48,857,486.85	48,857,486.85
<b>DEFICIT</b>		
Balance - beginning	(110,058,303.00)	(100,290,092.00)
Prior year's transfer agent fee	-	-
Net income (loss)	(529,691.58)	(213,486.52)
Balance - ending	(110,587,994.58)	(100,503,578.52)
<b>REVALUATION INCREMENT IN PROPERTIES</b>	-	-
<b>TOTAL</b>	P (61,730,507.73)	P (51,646,091.67)

**ISLAND INFORMATION & TECHNOLOGY INC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE FIRST QUARTER ENDING JANUARY 31, 2008**  
(with comparative figures for the first quarter ending January 31, 2007)

	<u>NOV. '07 - JAN. '08</u>	<u>NOV. '06 - JAN. '07</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income (loss)	P (529,691.48) P	(213,486.52)
Adjustments for:		
Depreciation expenses	45,500.00	45,500.00
Prior years' transfer agent fee	-	-
Operating income (loss) before working capital changes		
Decreases (increase) in:		
Accounts receivable	(7,085.82)	16,190.33
Other current assets	(55,371.53)	(144,331.74)
Increase (decrease) in:		
Accounts payable and other liabilities	<u>359,411.05</u>	<u>(81,026.26)</u>
Net cash provided from (used in) operating activities	<u>(187,237.98)</u>	<u>(358,154.19)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Increase in advances from officers and stockholders	<u>-</u>	<u>87,955.24</u>
<b>NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANK</b>	<u>(187,237.98)</u>	<u>(270,198.95)</u>
<b>CASH ON HAND AND IN BANK - BEGINNING</b>	<u>214,035.78</u>	<u>351,827.77</u>
<b>CASH ON HAND AND IN BANK - END</b>	<u>P 26,797.80 P</u>	<u>81,628.82</u>

**ISLAND INFORMATION 7 TECHNOLOGY, INC.**  
**Aging of Accounts receivable**  
As of January 31, 2008

Name	Balance	Current	31-60 Days	Over 120 Days
Golden Tower Sec. & Holdings, Inc.	55,687.14	20,000.00	20,000.00	15,687.14
Exponents Enterprise	76,439.00	-	-	76,439.00
<b>TOTAL</b>	<b>132,126.14</b>	<b>20,000.00</b>	<b>20,000.00</b>	<b>92,126.14</b>

# ISLAND INFORMATION & TECHNOLOGY, INC.

4-B Vernida I Condominium, 120 Amorsolo St.,  
Legaspi Village, Makati City  
Tel. 813-2839/892-1316  
Fax No. 813-0321

March 18 2008

## PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Center  
Exchange Road, Ortigas Center  
Pasig City

Attention: **ATTY. PETE M. MALABANAN**  
Head, Disclosure Department

Sir:

We enclose herewith our letter to the Securities and Exchange Commission (SEC) amending our quarterly report corresponding to the period from November 2007 to January 2008.

In the said letter, we amended the first paragraph of the Management's Discussion and Analysis (MDA) of Financial Condition and Results of Operations (Par. III, Par. (A) (2) (b)) which read as follows:

"the Corporation, together with Abacus Capital and Investment Corporation as its underwriter, is pursuing its plan to offer stock rights to its existing stockholders. The related documents to said undertaking have been prepared and submitted to the Securities and Exchange Commission (SEC) and to the Philippine Stock Exchange, Inc. As of this writing, the Corporation is still awaiting the actions that will be taken by the said agencies."

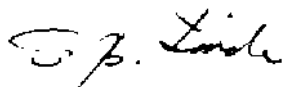
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Thank you.

Very truly yours,

**ISLAND INFORMATION AND TECHNOLOGY, INC.**

A handwritten signature in black ink, appearing to read "S. B. Linda". The signature is written in a cursive style with a large initial "S" and a long, sweeping underline.

**SERAFIN B. LINDA**  
Corporate Secretary