

AUDIOCALL LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2004

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AUDIOCALL LIMITED
DIRECTORS REPORT
FOR THE YEAR ENDED 31ST OCTOBER 2004

The directors present their report and accounts for the year ended 31st October 2004.

Principal Activities

The principal activity of the company continues to be that of property development.

Directors & their Interest

The director who served during the year and their interest in the company are as stated below:

	<u>Ordinary Shares</u>	
	<u>2004</u>	<u>2003</u>
J.D.E Byam Shaw	650,000	650,000

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

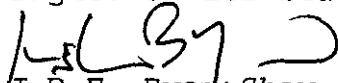
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reporting Accountants

Messers S S Khehar, Accountancy Services Limited, were appointed reporting accountants during the year and the directors recommend that they remain in office until further notice.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 13/11/2005 and signed on its behalf by:


J.D.E. Byam Shaw
Director

AUDIOCALL LIMITED

Accountants' Report to the Shareholders on the Unaudited
Financial Statements of Audiocall Limited Limited

We report on the financial statements for the Year Ended
1st October 2004 set out on pages 3 to 7.

Respective responsibilities of directors and reporting
accountants.

As described on page 5 the company's directors are responsible
for the preparation of financial statements, and they consider
that the company is exempt from an audit. It is our
responsibility to carry out procedures designed to enable us
to report our opinion.


Basis of opinion

Our work was conducted in accordance with the Statement of
Standards for Reporting Accountants, and so our procedures
consist of comparing the financial statements with the
accounting records kept by the company, and making such
limited enquiries of the officers of the company as we
consider necessary for the purposes of this report. These
procedures provide only the assurance expressed in our opinion

Opinion

In our opinion:

- (a) the financial statements are in agreement with the
accounting records kept by the company under section 221 of
the Companies Act 1985;
- (b) having regard only to, and on the basis of, the
information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner
consistent with the accounting requirements specified in
Section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from
an audit of the financial statements for the year specified
in Section 249A(4) of the Act and did not, at any time within
that, fall within any of the categories of the companies not
entitled to the exemption specified in Section 249B(1)



S S KHEHAR FCCA
Accountancy Services Limited
Wrens
Manor Road
Maidenhead
Berkshire
SL6 2QG

(6TH June 2005

AUDIOCALL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2004

31st Oct 2003

	<u>Note</u>		
Administrative expenses		<u>35811</u>	<u>55997</u>
Operating Loss	2	(35811)	(55997)
Other Income	4	<u>122278</u>	<u>118942</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		86467	62945
TAX ON PROFIT ON ORDINARY ACTIVITIES	5	<u>16077</u>	<u>11960</u>
		70390	50985
RETAINED PROFIT BROUGHT FORWARD		<u>217292</u>	<u>166307</u>
RETAINED PROFIT CARRIED FORWARD		287682	217292
		=====	=====

There are no recognised gain and losses other than those passing through the profit and loss account.

The notes on page 6 to 7 form an integral part of these financial statements.

AUDIOCALL LIMITED

BALANCE SHEET

AS AT 31ST OCTOBER 2004

	<u>Notes</u>		<u>31st Oct 2003</u>
<u>CURRENT ASSETS</u>			
Stocks	6	881673	881673
Cash at Bank and in Hand		<u>238320</u>	<u>149852</u>
		<u>1119993</u>	<u>1031525</u>
<u>CREDITORS: Amounts falling</u>			
due within one year	7	<u>182311</u>	<u>164233</u>
NET CURRENT ASSETS		937682	867292
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called up share capital	8	650000	650000
Profit and loss account		<u>287682</u>	<u>217292</u>
		937682	867292
		=====	=====

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

AUDIOCALL LIMITED

BALANCE SHEET

AS AT 31ST OCTOBER 2004

The Directors' Statements required by Section 249B(4)

In approving these financial statements as directors of the company we hereby confirm:

a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(2) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 31st July 2004 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

The financial statements were approved by the Board on 13th June 2005 and signed on its behalf by



J.D.E. Byam Shaw
Director

AUDIOCALL LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST OCTOBER 2004

1. ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000)

1.2 Stock and Work in progress

Work in progress is stated at the lower of cost and net realisable value. Costs include all indirect costs incurred in bringing the stocks to their present location and condition.

1.3 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax asset and liabilities are not discounted.

2. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging:

Auditors' remuneration	-	1500
	=====	=====

3. EMPLOYEES

There were no employees during the year.

4. OTHER INCOME

Rent Receivable	116000	116000
Interest receivable	6278	2942
	122278	118942
	=====	=====

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

Current tax @ 19%	16077	11960
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AUDIOCALL LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST OCTOBER 2004

6.	<u>PROPERTIES FOR RESALE</u>		
	Properties for resale	881673	881673
		=====	=====
7.	<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
	Accruals	17562	3350
	Prepaid Rents	87630	87630
	Directors current account	59096	54561
	Other taxes & social security costs	1649	6732
	Corporation tax	<u>16374</u>	<u>11960</u>
		<u>182311</u>	<u>164233</u>
8.	<u>SHARE CAPITAL</u>		
	<u>Authorised</u>		
	650,000 Ordinary of _ 1 each	650000	650000
	<u>Allotted, called up and fully paid</u>		
	6500,000 Ordinary of _ 1 each	650000	650000
9.	<u>CONTROLLING PARTIES</u>		

The ultimate controlling party is J.D.E. Byam Shaw.