

Company Registration No. 3996137

DATASOURCE SERVICES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2002



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Registered Office
6th Floor, 94 Wigmore Street
London

DATASOURCE SERVICES LIMITED

**DIRECTORS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2002**

The directors present their report and financial statements for the year ended 31 December 2002.

Principal activities and review of the business

The principal activity of the company is the provision of nominee services and an investment company.

Results and dividends

The results for the year are set out on page 3.

Directors

The following directors have held office since 1 January 2002:

Kallow Limited
Montrond Inc.

The directors have no interest in the issued share capital of the company.

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 period. In preparing those financial statements, 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 also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board


.....
Kallow Limited (Director)

Date: 03/09/07

MATTHEW EDWARDS & CO

CHARTERED ACCOUNTANTS

Clinch's House, Lord Street, Douglas, Isle of Man IM99 1RZ
Telephone: +44 (0) 1624 663166 Facsimile: +44 (0) 1624 677108
E-mail audit@matthew-edwards.com

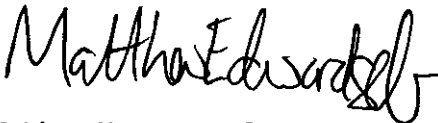
ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE ACCOUNTS OF DATASOURCE SERVICES LIMITED

We report on the accounts for the year ended 31 December 2002.

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2002, set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Our procedures consisted of comparing the accounts with the accounting records kept by the company and making such enquiries of the officers and other officials of the company as we considered necessary for the purposes of this report.

In our opinion the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985.



Matthew Edwards & Co.

Chartered Accountants

08/09/02

Clinch's House, Lord Street
Douglas
Isle of Man
IM99 1RZ

DATASOURCE SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2002**

	Notes	2002 £	2001 £
Turnover	2	3,000	3,000
Administrative expenses		(14,576)	(8,791)
Operating loss	3	(11,576)	(5,791)
Investment income	4	-	147,320
Other interest receivable and similar income	4	493	105
(Loss)/profit on ordinary activities before taxation		(11,083)	141,634
Tax on (loss)/profit on ordinary activities	5	-	-
(Loss)/profit on ordinary activities after taxation		(11,083)	141,634
Dividends	6	(20,000)	-
Retained (loss)/profit for the year	11	(31,083)	141,634
Profit/(loss) brought forward at 1 January 2002		135,167	(6,467)
Profit carried forward at 31 December 2002		104,084	135,167

All of the company's activities are derived from continuing operations.

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

DATASOURCE SERVICES LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 2002**

	Notes	2002 £	£	2001 £	£
Fixed assets					
Investments	7		112,478		96,538
Current assets					
Debtors	8	-		147,613	
Cash at bank and in hand		1,562		38,923	
		<u>1,562</u>		<u>186,536</u>	
Creditors: amounts falling due within one year	9	<u>(8,956)</u>		<u>(146,907)</u>	
Net current (liabilities)/assets			(7,394)		39,629
Total assets less current liabilities			<u>105,084</u>		<u>136,167</u>
Capital and reserves					
Called up share capital	10		1,000		1,000
Profit and loss account	11		104,084		135,167
Shareholders' funds - equity interests	12		<u>105,084</u>		<u>136,167</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board on 05/09/02.....

Kallow Limited
Director

DATASOURCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention, and in accordance with applicable financial reporting and accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.3 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.4 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.5 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

1.6 Exemption from FRS9

The company has taken advantage of the exemption in Financial Reporting Standard No 9 not to disclose amounts relating to the associate on the grounds that it is exempt from preparing consolidated financial statements.

2 Turnover

Turnover represents income derived from the company's principal activity.

3 Operating loss

	2002	2001
	£	£
Operating loss is stated after charging:		
Accountancy	605	1,000

4 Income from investments

	2002	2001
	£	£
Income from participating interests	-	147,320
Profit on foreign exchange	493	105
	<u>493</u>	<u>147,425</u>

DATASOURCE SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

5	Taxation	2002	2001
		£	£
	Domestic current year tax		
	Corporation tax at 30.00 % (2001 - 30.00 %)	-	63,673
	Foreign corporation tax		
	Foreign corporation tax	-	(63,673)
		<hr/>	<hr/>
	Current tax charge	-	-
		<hr/>	<hr/>
		-	-
		<hr/>	<hr/>
	Factors affecting the tax charge for the year		
	(Loss)/profit on ordinary activities before taxation	(11,083)	141,634
		<hr/>	<hr/>
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of U.K. corporation tax of 30.00 % (2001 : 30.00 %)	(3,325)	42,490
		<hr/>	<hr/>
	Effects of:		
	Tax losses utilised	-	(1,715)
	Losses not recognised for accounting purposes	3,325	-
	Foreign tax adjustments	-	(63,673)
	Income recognised for tax purposes	-	22,898
		<hr/>	<hr/>
		3,325	(42,490)
		<hr/>	<hr/>
	Current tax charge	-	-
		<hr/>	<hr/>

On the basis of these financial statements no provision has been made for corporation tax.

6	Dividends	2002	2001
		£	£
	Ordinary interim paid	20,000	-
		<hr/>	<hr/>
		20,000	-
		<hr/>	<hr/>

DATASOURCE SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

7 Fixed asset investments

	Shares in participating interests £	Shares in subsidiary undertakings £	Total £
Cost			
At 1 January 2002	96,538	-	96,538
Additions	13,614	2,326	15,940
	<hr/>	<hr/>	<hr/>
At 31 December 2002	110,152	2,326	112,478
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 December 2002	110,152	2,326	112,478
	<hr/>	<hr/>	<hr/>
At 31 December 2001	96,538	-	96,538
	<hr/>	<hr/>	<hr/>

Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
New Phone and Data Consulers, S.L.	Spain	ordinary	60
Participating interests			
Air Time Telecom SA	Spain	ordinary	40
Euroflash Telecom SA	Spain	ordinary	45

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Principal Activity	Capital and reserves	Profit/(loss) for the year
New Phone and Data Consulers, S.L.	Mobile phone repair	3,611	(300)
Air Time Telecom SA	Telecommunications Accessories	2,158,004	1,742,255
Euroflash Telecom SA	Telecommunications Accessories	30,005	(1,373)
		<hr/>	<hr/>

8 Debtors

	2002 £	2001 £
Amounts owed by participating interests	-	147,320
Other debtors	-	293
	<hr/>	<hr/>
	-	147,613
	<hr/>	<hr/>

DATASOURCE SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

9	Creditors: amounts falling due within one year	2002	2001
		£	£
	Other creditors	3,241	145,407
	Accruals and deferred income	5,715	1,500
		<u>8,956</u>	<u>146,907</u>
10	Share capital	2002	2001
		No.	No.
	Authorised		
	10,000 Ordinary £1 shares	<u>10,000</u>	<u>10,000</u>
		2002	2001
		£	£
	Allotted, called up and fully paid		
	1,000 Ordinary £1 shares	<u>1,000</u>	<u>1,000</u>
11	Statement of movements on profit and loss account		Profit and loss account £
	Balance at 1 January 2002		135,167
	Retained loss for the year		<u>(31,083)</u>
	Balance at 31 December 2002		<u>104,084</u>
12	Reconciliation of movements in shareholders' funds	2002	2001
		£	£
	(Loss)/Profit for the financial year	(11,083)	141,634
	Dividends	<u>(20,000)</u>	<u>-</u>
	Net (depletion in)/addition to shareholders' funds	(31,083)	141,634
	Opening shareholders' funds	<u>136,167</u>	<u>(5,467)</u>
	Closing shareholders' funds	<u>105,084</u>	<u>136,167</u>
13	Contingent liabilities		

There were no known contingent liabilities at the balance sheet date.

DATASOURCE SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

14 Capital commitments

There were no major capital commitments as at the balance sheet date

15 Employees

Number of employees

There were no employees during the year apart from the directors. The directors received no remuneration during the year.

16 Ultimate Controlling Party and Related Party Transactions

The directors are not aware of the ultimate controlling party, transactions related thereto and any other related party transactions.