

REGISTERED NUMBER: 4330291 (England and Wales)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004
FOR
E-TEL (UK) LIMITED



E-TEL (UK) LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2004**

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E-TEL (UK) LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2004**

DIRECTOR: N Mehta

SECRETARY: Mrs P Mehta

REGISTERED OFFICE: Mercury House
1 Heather Park Drive
Wembley
Middlesex
HA0 1SX

REGISTERED NUMBER: 4330291 (England and Wales)

AUDITORS: Ableman Shaw & Co
Chartered Accountants
Registered Auditors
Mercury House
1 Heather Park Drive
Wembley Middlesex
HA0 1SX

BANKERS: National Westminster Bank
315 Station Road
Harrow
Middlesex
HA1 2AD

**REPORT OF THE INDEPENDENT AUDITORS TO
E-TEL (UK) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages three to five, together with the full financial statements of the company for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

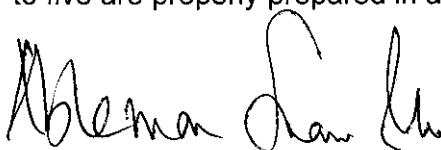
The director is responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages three to five are properly prepared in accordance with those provisions.



Ableman Shaw & Co
Chartered Accountants
Registered Auditors
Mercury House
1 Heather Park Drive
Wembley Middlesex
HA0 1SX

Date: 18th September 2005

E-TEL (UK) LIMITED

**ABBREVIATED BALANCE SHEET
31 DECEMBER 2004**

		2004		2003	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		1,625		2,438
Investments	3		-		-
			<u>1,625</u>		<u>2,438</u>
CURRENT ASSETS:					
Stocks		7,150		4,578	
Debtors		1,353,378		188,006	
Cash at bank		215,914		-	
		<u>1,576,442</u>		<u>192,584</u>	
CREDITORS: Amounts falling due within one year					
		<u>1,409,191</u>		<u>318,591</u>	
NET CURRENT ASSETS/(LIABILITIES):			<u>167,251</u>		<u>(126,007)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			168,876		(123,569)
PROVISIONS FOR LIABILITIES AND CHARGES:			-		731
			<u>£168,876</u>		<u>£(124,300)</u>
CAPITAL AND RESERVES:					
Called up share capital	4		100		100
Profit and loss account			168,776		(124,400)
SHAREHOLDERS' FUNDS:			<u>£168,876</u>		<u>£(124,300)</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



N Mehta - Director

Approved by the Board on 16-09-05

The notes form part of these abbreviated accounts

E-TEL (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 25% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2004	
and 31 December 2004	3,251
DEPRECIATION:	
At 1 January 2004	813
Charge for year	813
At 31 December 2004	1,626
NET BOOK VALUE:	
At 31 December 2004	1,625
At 31 December 2003	2,438

E-TEL (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

3. FIXED ASSET INVESTMENTS

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

ELK INVESTMENTS LIMITED

Country of incorporation: British Virgin Islands

Nature of business: Investment

Class of shares:	% holding
Ordinary	100.00

At the balance sheet date the company holds 2 ordinary shares in Elk Investments Limited; these shares entitle the company to 95% of the profits of Elk Investments Limited and 95% of the assets on a winding up basis. During the year Elk Investments Limited paid, to the preference shareholder a dividend equal to 99% of the amount subscribed for those shares.

4. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2004 £	2003 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2004 £	2003 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

5. TRANSACTIONS WITH DIRECTOR

The following loan to directors subsisted during the year ended 31 December 2004:

	£
N Mehta	
Balance outstanding at start of year	34,001
Balance outstanding at end of year	-
Maximum balance outstanding during year	<u>34,001</u>