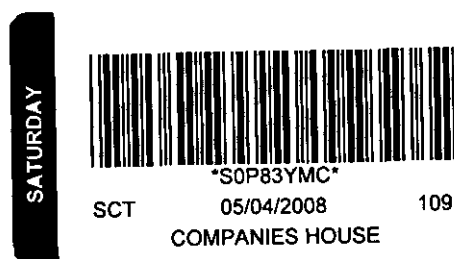


XCALIBRE COMMUNICATIONS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER 2007



THE A9 PARTNERSHIP LIMITED

Chartered Accountants
Abercorn School
Newton
West Lothian
EH52 6PZ

XCALIBRE COMMUNICATIONS LIMITED**ABBREVIATED BALANCE SHEET****31ST DECEMBER 2007**

	Note	2007	2006
		£	£
FIXED ASSETS	2		
Tangible assets		115,888	158,721
CURRENT ASSETS			
Debtors		33,578	29,272
Cash at bank and in hand		1,285	632
		<u>34,863</u>	<u>29,904</u>
CREDITORS: Amounts falling due within one year	3	<u>243,575</u>	<u>179,105</u>
NET CURRENT LIABILITIES		(208,712)	(149,201)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(92,824)</u>	<u>9,520</u>
CAPITAL AND RESERVES			
Called up equity share capital	4	109	100
Share premium account		9,082	
Profit and loss account		(102,015)	9,420
(DEFICIT)/SHAREHOLDERS' FUNDS		<u>(92,824)</u>	<u>9,520</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

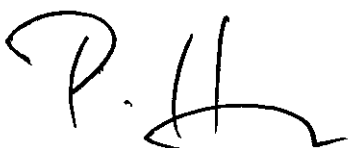
The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

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

These abbreviated accounts were approved by the directors and authorised for issue on 13th March 2008, and are signed on their behalf by

P HUBER
Director



The notes on pages 2 to 3 form part of these abbreviated accounts.

XCALIBRE COMMUNICATIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Going Concern

The company has a net asset deficiency of £92,824. The company is dependent on the continued financial support of Falcon Internet SL and the directors. The directors are satisfied the support will continue to be given. On this basis it is appropriate to prepare the accounts on a going concern basis.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of VAT. A proportion of the income is for annual and quarterly services which is recognised on the date of invoice.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	25% reducing balance
Fixtures & Fittings	25% reducing balance
Equipment	33 3% straight line

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

XCALIBRE COMMUNICATIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST DECEMBER 2007

2 FIXED ASSETS

	Tangible Assets £
COST	
At 1st January 2007	388,784
Additions	43,579
At 31st December 2007	<u>432,363</u>
DEPRECIATION	
At 1st January 2007	230,063
Charge for year	86,412
At 31st December 2007	<u>316,475</u>
NET BOOK VALUE	
At 31st December 2007	<u>115,888</u>
At 31st December 2006	<u>158,721</u>

3. CREDITORS. Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2007 £	2006 £
Falcon Internet loan	<u>46,000</u>	<u>50,000</u>

4. SHARE CAPITAL

Authorised share capital.

	2007 £	2006 £
1,000,000 Ordinary shares of £0 001 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid.

	2007 No	£	2006 No	£
Ordinary shares of £0 001 each	<u>109,091</u>	<u>109</u>	<u>100,000</u>	<u>100</u>

During the year the company issued 9091 Ordinary shares of £0 001 each for the sum of £1 each

The company established a share option scheme for employees The company granted 9,697 Ordinary shares of £0 001 each at the sum of £1 each on 9th October 2007 The options are exercisable equally on 9 October 2008 and 9 October 2009