

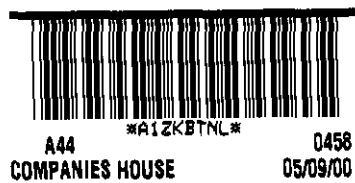
Co. No. 3662640

DATA SELECT LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

30 APRIL 2000



DATA SELECT LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

Company Registration Number:

03662640

Registered Office:

20-22 Bedford Row
London
WC1R 4JS

Director:

Mr Peter Jones

Secretary:

Jordan Company Secretaries Limited

Bankers:

Barclays Bank Plc
Thames Valley Corporate Banking Centre
P O Box 2481
Reading
Berks
RG1 4XX

Solicitors:

Osborne Clarke
Apex Plaza
Forbury Road
Reading
Berks
RG1 1AX

Auditors:

Grant Thornton
Chartered Accountants
Edinburgh House
Windsor Road
Slough
Berks
SL1 2EE

DATA SELECT LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

INDEX

PAGE

Report of the director	1 - 2
Report of the auditors	3
Principal accounting policies	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 10

DATA SELECT LIMITED

REPORT OF THE DIRECTOR

The director presents his report together with financial statements for the period ended 30 April 2000.

Principal activities

The company was incorporated on 5 November 1998 and started trading on 15 March 1999. The company is principally engaged in buying and selling mobile phones and related products.

Business review

There was a profit for the period after taxation amounting to £55,303. The director does not recommend payment of a dividend.

Directors

The present membership of the Board is set out below.

The interests of the directors and their families in the shares of the company on incorporation or appointment and as at 30 April 2000 were as follows:

	Ordinary shares	
	30 April 2000	On incorporation or appointment
Mr Peter Jones (appointed 5 November 1998)	2	-
Instant Companies Limited (appointed and resigned 5 November 1998)	-	1
Swift Incorporations Limited (appointed and resigned 5 November 1998)	-	1

Director's responsibilities for the financial statements

Company law requires the director to prepare financial statements for each financial period 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 director is 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 director is responsible for keeping proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Year 2000

The company suffered no impact from the Year 2000 date change nor did any of its major customers, suppliers or trading partners.

DATA SELECT LIMITED

REPORT OF THE DIRECTOR

Auditors

Grant Thornton were appointed auditors on 14 June 2000 to fill a casual vacancy in accordance with section 388(1) of the Companies Act 1985. Special notice pursuant to section 388(3) having been given, a resolution to reappoint Grant Thornton as auditors will be proposed at the Annual General Meeting.

A handwritten signature in black ink, appearing to read 'R. Stephens', is written above the title 'Director'.

Director

REPORT OF THE AUDITORS TO THE MEMBERS OF

DATA SELECT LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 4.

Respective responsibilities of directors and auditors

As described on page 1 the company's director is responsible for the preparation of financial statements in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30 April 2000 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
LONDON THAMES VALLEY OFFICE
SLOUGH**

16 August 2000

DATA SELECT LIMITED

PRINCIPAL ACCOUNTING POLICIES

Basis of preparation

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

The principal accounting policies of the company for the first period of trading are set out below.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element for leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

DATA SELECT LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE PERIOD ENDED 30 APRIL 2000**

	Note	2000 £
Turnover	1	2,076,857
Cost of sales		<u>(1,755,572)</u>
Gross profit		321,285
Distribution costs		(39,281)
Administrative expenses		<u>(212,840)</u>
Profit on ordinary activities before taxation	1	69,164
Tax on profit on ordinary activities	3	<u>(13,861)</u>
Profit transferred to reserves	8	<u><u>55,303</u></u>

There were no recognised gains or losses other than the profit for the financial period.

The accompanying accounting policies and notes form an integral part of these financial statements

DATA SELECT LIMITED

BALANCE SHEET AT 30 APRIL 2000

	Note	2000 £
Current assets		
Stocks	4	498,931
Debtors	5	608,474
Cash at bank and in hand		<u>129,512</u>
		1,236,917
Creditors: amounts falling due within one year	6	<u>(1,181,612)</u>
Total assets less current liabilities		<u>55,305</u>
Capital and reserves		
Called up share capital	7	2
Profit and loss account	8	<u>55,303</u>
Shareholders' funds	9	<u>55,305</u>

The financial statements were approved by the Director on 16 August 2000

Retipens

Director

The accompanying accounting policies and notes form an integral part of these financial statements.

DATA SELECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover is attributable to one class of business as discussed in the director's report. The profit on ordinary activities, which commenced in the period and are continuing, is stated after:

	2000 £
Auditors' remuneration	<u>5,000</u>

2 DIRECTORS AND EMPLOYEES

Staff costs during the period were as follows:

	2000 £
Wages and salaries	115,520
Social security costs	<u>11,977</u>
	<u>127,497</u>

The average number of employees of the company during the period was 4.

3 TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge represents:

	2000 £
Corporation tax @ 20%	<u>13,861</u>

4 STOCKS

	2000 £
Goods for resale	<u>498,931</u>

DATA SELECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

5 DEBTORS

	2000 £
Trade debtors	434,981
Other debtors	68,768
Prepayments and accrued income	<u>104,725</u>
	<u>608,474</u>

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £
Trade creditors	1,102,357
Corporation tax	13,861
Social security and other taxes	3,754
Accruals and deferred income	<u>61,640</u>
	<u>1,181,612</u>

7 SHARE CAPITAL

	2000 £
Authorised, allotted, called up and fully paid 2 ordinary shares of £1 each	<u>2</u>

The 2 shares were issued on incorporation.

DATA SELECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

8 RESERVES

Profit and
loss account
£

Retained profit for the period 55,303

At 30 April 2000 55,303

9 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

2000
£

Profit for the financial period 55,303

Issue of shares 2

Shareholders' funds at 30 April 2000 55,305

10 CAPITAL COMMITMENTS

The company had no capital commitments at 30 April 2000.

11 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 April 2000.

12 ULTIMATE CONTROLLING PARTY

Mr Peter Jones, a director and now a 100% shareholder in the company, is the ultimate controlling party.

DATA SELECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2000

13 RELATED PARTY TRANSACTIONS

The related parties and the nature of their relationship at 30 April 2000 are detailed below.

Phones International Limited
Celcius (UK) Limited

Mr Peter Jones is a director and 100% shareholder
Mr Peter Jones is a director and shareholder

Transactions

	2000 £
Phones International Limited	
Sales to Phones International Limited	163,342
Purchases from Phones International Limited	1,114,021
Overheads recharged	19,066
Celcius (UK) Limited	
Salaries recharged to Celcius (UK) Limited	<u>6,122</u>

Included within trade creditors (note 6) is a balance of £848,722 owing to Phones International Limited.

DATA SELECT LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE PERIOD ENDED 30 APRIL 2000**

	2000 £
Turnover	2,076,857
Cost of sales	<u>(1,755,572)</u>
Gross profit	321,285
Distribution costs	
Carriage	15,701
Marketing and promotional costs	<u>23,580</u>
	<u>39,281</u>
Administration expenses	
Salaries and wages	127,497
Other salaries	3,650
Rent and rates	14,781
Other property expenses	10,544
Telephone	3,702
Postage, printing and stationary	5,967
Insurance	10,283
Travel, subsistence and entertaining	455
Vehicle running costs	6,467
Legal and professional	200
Bank charges	8,162
Bad write off	16,535
Sundry costs	36
Audit and accountancy	<u>5,000</u>
	<u>213,279</u>
Bank interest received	<u>439</u>
Net profit for the period before taxation	<u><u>69,164</u></u>

THIS PAGE DOES NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS