

**REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2008
FOR
WWW HOLDING COMPANY LIMITED**

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WWW HOLDING COMPANY LIMITED

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FOR THE YEAR ENDED 29 FEBRUARY 2008**

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WWW HOLDING COMPANY LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 29 FEBRUARY 2008

DIRECTORS: A Subaskaran
M Kangle

SECRETARY: M Kangle

REGISTERED OFFICE: Laser House
132-140 Goswell Road
London
EC1V 7DY

REGISTERED NUMBER: 05049626 (England and Wales)

AUDITORS: Marchant Lewis Limited
Laser House
132-140 Goswell Road
London
EC1V 7DY

BANKERS: National Westminster Bank Plc
City of London Office
P O Box 12258
1 Princes Street
London
EC2R 8PA



WWW HOLDING COMPANY LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 29 FEBRUARY 2008

The directors present their report with the financial statements of the company and the group for the year ended 29 February 2008.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of provision of telecommunications services.

REVIEW OF BUSINESS

The results for the year and financial position of the company and the group are as shown in the annexed financial statements.

The directors are pleased to report that the results for the year are in line with expectations.

DIVIDENDS

No dividends will be distributed for the year ended 29 February 2008.

FUTURE DEVELOPMENTS

There are no future developments envisaged which would materially affect the nature and the level of group's activities.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2007 to the date of this report.

A Subaskaran
M Kangle

GROUP'S POLICY ON PAYMENT OF CREDITORS

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts;
- and
- pay in accordance with the company's contractual and other legal obligations.

On average , trade creditors at the year end represented 32 (2007 - 64) days' purchases.

OTHER RISKS AND UNCERTAINTIES

The principal risk and uncertainty facing the group is the current economic environment and a possible slow down in trade.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WWW HOLDING COMPANY LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 29 FEBRUARY 2008

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

ON BEHALF OF THE BOARD:

M Kangle

.....
M Kangle - Secretary

Date: *27/03/2009*



**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
WWW HOLDING COMPANY LIMITED**

We have audited the financial statements of WWW Holding Company Limited for the year ended 29 February 2008 on pages five to twenty four. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the company and the group as at 29 February 2008 and of the profit of the group for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Marchant Lewis Limited

Marchant Lewis Limited
Laser House
132-140 Goswell Road
London
EC1V 7DY

Date: 27/03/2009.....

WWW HOLDING COMPANY LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 29 FEBRUARY 2008

		29.2.08		28.2.07 as restated	
	Notes	£	£	£	£
TURNOVER			365,265,877		317,638,884
Continuing operations		360,146,516		316,913,160	
Acquisitions		<u>5,119,361</u>		<u>725,724</u>	
		<u>365,265,877</u>		<u>317,638,884</u>	
Cost of sales	2		<u>341,073,515</u>		<u>266,134,758</u>
GROSS PROFIT	2		24,192,362		51,504,126
Net operating expenses	2		<u>29,846,041</u>		<u>40,548,712</u>
OPERATING (LOSS)/PROFIT	4		(5,653,679)		10,955,414
Continuing operations		(5,330,504)		10,259,222	
Acquisitions		<u>(323,175)</u>		<u>696,192</u>	
		<u>(5,653,679)</u>		<u>10,955,414</u>	
Exceptional items	5		<u>6,659,885</u>		<u>(7,585,508)</u>
			1,006,206		3,369,906
Interest receivable and similar income			<u>50,117</u>		<u>23,851</u>
			1,056,323		3,393,757
Interest payable and similar charges	6		<u>266,918</u>		<u>196,047</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			789,405		3,197,710
Tax on profit on ordinary activities	7		<u>60,188</u>		<u>1,618,150</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			<u>729,217</u>		<u>1,579,560</u>

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 29 FEBRUARY 2008

	29.2.08	28.2.07 as restated
	£	£
PROFIT FOR THE FINANCIAL YEAR	729,217	1,579,560
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	729,217	1,579,560
Prior year adjustment	(754,341)	(19,069)
	Note 10	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	<u>(25,124)</u>	<u>1,560,491</u>

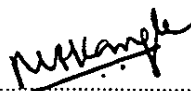
The notes form part of these financial statements

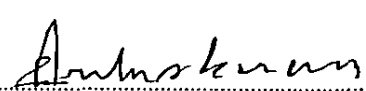
WWW HOLDING COMPANY LIMITED

CONSOLIDATED BALANCE SHEET
29 FEBRUARY 2008

	Notes	29.2.08		28.2.07 as restated	
		£	£	£	£
FIXED ASSETS					
Intangible assets	11		(370,805)		(565,701)
Tangible assets	12		4,519,387		4,339,127
Investments	13		5,000		5,000
Investment property	14		<u>2,534,972</u>		<u>-</u>
			6,688,554		3,778,426
CURRENT ASSETS					
Stocks	15	2,941,879		210,417	
Debtors	16	110,120,460		68,643,954	
Cash at bank and in hand		<u>2,790,437</u>		<u>3,284,400</u>	
		115,852,776		72,138,771	
CREDITORS					
Amounts falling due within one year	17	<u>120,080,810</u>		<u>68,405,309</u>	
NET CURRENT (LIABILITIES)/ASSETS					
			<u>(4,228,034)</u>		<u>3,733,462</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			2,460,520		7,511,888
CREDITORS					
Amounts falling due after more than one year	18		(1,775,327)		(874,125)
PROVISIONS FOR LIABILITIES					
	22		(655)		(6,683,383)
MINORITY INTERESTS					
	23		<u>(20,180)</u>		<u>(19,239)</u>
NET ASSETS/(LIABILITIES)					
			<u>664,358</u>		<u>(64,859)</u>
CAPITAL AND RESERVES					
Called up share capital	24		2		2
Profit and loss account	25		<u>664,356</u>		<u>(64,861)</u>
SHAREHOLDERS' FUNDS					
	27		<u>664,358</u>		<u>(64,859)</u>

The financial statements were approved by the Board of Directors on 27/03/2008 and were signed on its behalf by:


.....
M Kangle - Director


.....
A Subaskaran - Director

The notes form part of these financial statements

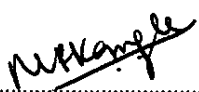
WWW HOLDING COMPANY LIMITED

COMPANY BALANCE SHEET
29 FEBRUARY 2008

	Notes	29.2.08		28.2.07 as restated	
		£	£	£	£
FIXED ASSETS					
Intangible assets	11		-		-
Tangible assets	12		-		-
Investments	13		72,182		48,702
Investment property	14		<u>-</u>		<u>-</u>
			72,182		48,702
CURRENT ASSETS					
Debtors	16	550,280		635,280	
Cash at bank		<u>882</u>		<u>13,752</u>	
		551,162		649,032	
CREDITORS					
Amounts falling due within one year	17	<u>769,966</u>		<u>744,874</u>	
NET CURRENT LIABILITIES			<u>(218,804)</u>		<u>(95,842)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(146,622)</u>		<u>(47,140)</u>
CAPITAL AND RESERVES					
Called up share capital	24		2		2
Profit and loss account	25		<u>(146,624)</u>		<u>(47,142)</u>
SHAREHOLDERS' FUNDS	27		<u>(146,622)</u>		<u>(47,140)</u>

The financial statements were approved by the Board of Directors on27/03/2008..... and were signed on its behalf by:


.....
A Subaskaran - Director


.....
M Kangle - Director

WWW HOLDING COMPANY LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2008

	Notes	29.2.08		28.2.07 as restated	
		£	£	£	£
Net cash inflow from operating activities	1		10,008,226		8,452,020
Returns on investments and servicing of finance	2		(216,802)		(172,196)
Taxation			(330,101)		(565,520)
Capital expenditure and financial investment	2		(4,308,104)		(2,601,003)
Acquisitions and disposals	2		(6,682,399)		(7,319)
Equity dividends paid			-		(2,686,313)
			(1,529,180)		2,419,669
Financing	2		<u>1,035,217</u>		<u>1,373,625</u>
(Decrease)/Increase in cash in the period			<u>(493,963)</u>		<u>3,793,294</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
(Decrease)/Increase in cash in the period			(493,963)		3,793,294
Cash inflow from increase in debt and lease financing			<u>(1,035,217)</u>		<u>(1,373,625)</u>
Change in net funds resulting from cash flows			<u>(1,529,180)</u>		<u>2,419,669</u>
Movement in net funds in the period			(1,529,180)		2,419,669
Net funds/(debt) at 1 March			<u>1,910,775</u>		<u>(508,894)</u>
Net funds at 29 February			<u>381,595</u>		<u>1,910,775</u>

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2008

1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	29.2.08	28.2.07 as restated
	£	£
Operating (loss)/profit	(5,653,679)	10,955,414
Depreciation charges	1,294,658	1,348,553
Loss on disposal of fixed assets	103,319	-
Exceptional items	6,659,885	(7,585,508)
Increase in stocks	(2,731,462)	(25,061)
Increase in debtors	(41,476,506)	(21,305,521)
Increase in creditors	51,812,011	25,064,143
Net cash inflow from operating activities	<u>10,008,226</u>	<u>8,452,020</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	29.2.08	28.2.07 as restated
	£	£
Returns on investments and servicing of finance		
Interest received	50,116	23,851
Interest paid	(266,918)	(196,047)
Net cash outflow for returns on investments and servicing of finance	<u>(216,802)</u>	<u>(172,196)</u>
Capital expenditure and financial investment		
Purchase of intangible fixed assets	-	(12,769)
Purchase of tangible fixed assets	(2,338,380)	(2,588,772)
Purchase of investment property	(2,534,972)	-
Sale of tangible fixed assets	565,248	(5,888)
Sale of fixed asset investments	-	6,426
Net cash outflow for capital expenditure and financial investment	<u>(4,308,104)</u>	<u>(2,601,003)</u>
Acquisitions and disposals		
Disposal of subsidiary	(6,682,399)	(7,319)
Net cash outflow for acquisitions and disposals	<u>(6,682,399)</u>	<u>(7,319)</u>
Financing		
New loans in year	1,534,717	-
Capital repayments in year	(499,500)	1,373,625
Net cash inflow from financing	<u>1,035,217</u>	<u>1,373,625</u>

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2008

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.3.07 £	Cash flow £	At 29.2.08 £
Net cash:			
Cash at bank and in hand	<u>3,284,400</u>	<u>(493,963)</u>	<u>2,790,437</u>
	<u>3,284,400</u>	<u>(493,963)</u>	<u>2,790,437</u>
Debt:			
Finance leases	(1,373,625)	499,500	(874,125)
Debts falling due within one year	-	(134,015)	(134,015)
Debts falling due after one year	<u>-</u>	<u>(1,400,702)</u>	<u>(1,400,702)</u>
	<u>(1,373,625)</u>	<u>(1,035,217)</u>	<u>(2,408,842)</u>
Total	<u>1,910,775</u>	<u>(1,529,180)</u>	<u>381,595</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2008

1. ACCOUNTING POLICIES

Basis of preparation

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

Going Concern

The group operating loss for the year was £5,653,679 and the group's current liabilities exceeded its current assets at the balance sheet date by £4,228,034. The directors have carefully considered the group's cash flow requirements for the twelve month period following the date of approval of these financial statements, and with consideration of anticipated operating results have concluded that the group will have adequate working capital to enable it to meet its liabilities as they become due. It is on this basis that the directors are satisfied that it continues to be appropriate for the consolidated financial statements to be prepared on a going concern basis.

Basis of consolidation

The consolidated financial statements include the accounts of the Company and all its subsidiaries. The results of the subsidiaries acquired are included in the profit and loss account from the date control passes.

Turnover

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

Goodwill

Negative goodwill represents the excess of fair value of consideration paid for assets acquired over the fair value of those assets.

Negative goodwill has been credited to the profit and loss account on straight-line basis over its expected economic life.

Tangible fixed assets

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

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Stocks

Stocks are 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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

WWW HOLDING COMPANY LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

2. ANALYSIS OF OPERATIONS

	Continuing £	29.2.08 Acquisitions £	Total £
Cost of sales	<u>336,150,837</u>	<u>4,922,678</u>	<u>341,073,515</u>
Gross profit	<u>23,995,679</u>	<u>196,683</u>	<u>24,192,362</u>
Net operating expenses:			
Administrative expenses	29,526,997	519,858	30,046,855
Other operating income	<u>200,814</u>	<u>-</u>	<u>200,814</u>
	<u>29,326,183</u>	<u>519,858</u>	<u>29,846,041</u>

	Continuing £	28.2.07 Acquisitions £	Total £
Cost of sales	<u>266,134,758</u>	<u>-</u>	<u>266,134,758</u>
Gross profit	<u>50,778,402</u>	<u>725,724</u>	<u>51,504,126</u>
Net operating expenses:			
Administrative expenses	40,550,387	29,532	40,579,919
Other operating income	<u>(31,207)</u>	<u>-</u>	<u>(31,207)</u>
	<u>40,519,180</u>	<u>29,532</u>	<u>40,548,712</u>

3. STAFF COSTS

	29.2.08 £	28.2.07 as restated £
Wages and salaries	5,110,896	4,740,186
Social security costs	418,117	416,257
Other pension costs	<u>23,149</u>	<u>9,298</u>
	<u>5,552,162</u>	<u>5,165,741</u>

The average monthly number of employees during the year was as follows:

	29.2.08	28.2.07 as restated
Staffs including directors	<u>191</u>	<u>168</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

4. OPERATING (LOSS)/PROFIT

The operating loss (2007 - operating profit) is stated after charging/(crediting):

	29.2.08	28.2.07 as restated
	£	£
Hire of plant and machinery	254,526	221,602
Depreciation - owned assets	1,489,553	1,543,449
Loss on disposal of fixed assets	103,319	-
Auditors' remuneration	65,384	62,494
Foreign exchange differences	(417,082)	63,676
Goodwill written back	<u>(194,896)</u>	<u>(194,896)</u>

Directors' emoluments	<u>751,299</u>	<u>393,419</u>
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Information regarding the highest paid director is as follows:

	29.2.08	28.2.07 as restated
	£	£
Aggregated emoluments	<u>279,130</u>	<u>197,669</u>

5. EXCEPTIONAL ITEMS

Exceptional items relate to a provision made in the previous year for costs that may have been payable by Crest Telecom SARL. Crest Telecom SARL, a wholly owned subsidiary of WWW Holding Company Limited was put into liquidation on 23 October 2007. The directors consider that this provision is no longer required and therefore it has now been written back in the financial statements.

6. INTEREST PAYABLE AND SIMILAR CHARGES

	29.2.08	28.2.07 as restated
	£	£
Bank interest	84,250	151,955
Loan interest	<u>182,668</u>	<u>44,092</u>
	<u>266,918</u>	<u>196,047</u>

7. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	29.2.08	28.2.07 as restated
	£	£
Current tax:		
UK corporation tax	57,637	653,931
Overseas taxation	<u>2,880</u>	<u>963,235</u>
Total current tax	<u>60,517</u>	<u>1,617,166</u>
Deferred tax:		
Deferred tax	-	984
Transfer	<u>(329)</u>	<u>-</u>
Total deferred tax	<u>(329)</u>	<u>984</u>
Tax on profit on ordinary activities	<u>60,188</u>	<u>1,618,150</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

8. LOSS OF PARENT COMPANY

As permitted by Section 230 of the Companies Act 1985, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(99,482) (2007 - £2,655,745 profit).

9. DIVIDENDS

	29.2.08	28.2.07 as restated
	£	£
Ordinary share shares of .01 each		
Final	<u> -</u>	<u>2,686,313</u>

10. PRIOR YEAR ADJUSTMENT

Prior year adjustment relates to amendment made to opening figures on Lycatel BV, Lycatel Denmark APS and WWW Holding Company Limited.

11. INTANGIBLE FIXED ASSETS

Group

	Goodwill £	Patents and licences £	Totals £
COST			
At 1 March 2007 and 29 February 2008	<u>(974,481)</u>	<u>18,988</u>	<u>(955,493)</u>
AMORTISATION			
At 1 March 2007	(389,792)	-	(389,792)
Charge written back	<u>(194,896)</u>	<u> -</u>	<u>(194,896)</u>
At 29 February 2008	<u>(584,688)</u>	<u> -</u>	<u>(584,688)</u>
NET BOOK VALUE			
At 29 February 2008	<u>(389,793)</u>	<u>18,988</u>	<u>(370,805)</u>
At 28 February 2007	<u>(584,689)</u>	<u>18,988</u>	<u>(565,701)</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

12. TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 March 2007	1,124	6,224,590	41,203
Additions	-	2,227,605	25,397
Disposals	-	(1,108,279)	-
At 29 February 2008	<u>1,124</u>	<u>7,343,916</u>	<u>66,600</u>
DEPRECIATION			
At 1 March 2007	206	2,139,649	8,717
Charge for year	289	1,409,433	9,724
Eliminated on disposal	-	(447,681)	-
At 29 February 2008	<u>495</u>	<u>3,101,401</u>	<u>18,441</u>
NET BOOK VALUE			
At 29 February 2008	<u>629</u>	<u>4,242,515</u>	<u>48,159</u>
At 28 February 2007	<u>918</u>	<u>4,084,941</u>	<u>32,486</u>

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 March 2007	9,417	308,711	6,585,045
Additions	31,061	54,317	2,338,380
Disposals	-	(11,173)	(1,119,452)
At 29 February 2008	<u>40,478</u>	<u>351,855</u>	<u>7,803,973</u>
DEPRECIATION			
At 1 March 2007	3,842	93,504	2,245,918
Charge for year	4,383	65,724	1,489,553
Eliminated on disposal	-	(3,204)	(450,885)
At 29 February 2008	<u>8,225</u>	<u>156,024</u>	<u>3,284,586</u>
NET BOOK VALUE			
At 29 February 2008	<u>32,253</u>	<u>195,831</u>	<u>4,519,387</u>
At 28 February 2007	<u>5,575</u>	<u>215,207</u>	<u>4,339,127</u>

13. FIXED ASSET INVESTMENTS

Group

	Unlisted investments £
COST	
At 1 March 2007 and 29 February 2008	<u>5,000</u>
NET BOOK VALUE	
At 29 February 2008	<u>5,000</u>
At 28 February 2007	<u>5,000</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

13. FIXED ASSET INVESTMENTS - continued

Company	Shares in group undertakings £
COST	
At 1 March 2007	48,702
Additions	<u>23,480</u>
At 29 February 2008	<u>72,182</u>
NET BOOK VALUE	
At 29 February 2008	<u>72,182</u>
At 28 February 2007	<u>48,702</u>

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

Subsidiaries

Lycatel LLC

Country of incorporation: United States of America
Nature of business: Telecommunications

Class of shares:	%
Capital \$3850	holding 99.00

Lycatel (Ireland) Limited

Country of incorporation: Ireland
Nature of business: Telecommunications

Class of shares:	%
100 Ordinary shares of €1	holding 100.00

Switchware Limited

Country of incorporation: United Kingdom
Nature of business: Telecommunications and IT Support Services

Class of shares:	%
100 Ordinary shares of £1	holding 100.00

Crest Telecom SARL

Country of incorporation: France
Nature of business: In Liquidation

Class of shares:	%
100 Ordinary shares of €1	holding 90.00

Lycatel (UK) Limited

Country of incorporation: United Kingdom
Nature of business: Dormant

Class of shares:	%
100 Ordinary shares of £1	holding 100.00

Lycatel (Services) Limited

Country of incorporation: United Kingdom
Nature of business: Support Services

Class of shares:	%
100 Ordinary shares of £1	holding 100.00



WWW HOLDING COMPANY LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

13. FIXED ASSET INVESTMENTS - continued

Lycatel GmbH

Country of incorporation: Switzerland
Nature of business: Telecommunications

	%
Class of shares:	holding
20,000 Ordinary shares @ Chf 1	95.00

Lycatel BV

Country of incorporation: Holland
Nature of business: Support Services

	%
Class of shares:	holding
18,000 Ordinary shares @ €1	100.00

Meadowlark Telecommunicacoes e Servicos Lda

Country of incorporation: Portugal
Nature of business: Holding Company and Telecommunications

	%
Class of shares:	holding
5,000 Ordinary shares @ €1	100.00

Vectone Distribution Holding Limited

Nature of business: Holding Company

	%
Class of shares:	holding
10,000 Ordinary shares @ €1.42	100.00

Companies included in consolidation:

Vectone Distribution Holding Limited owns 100% of the ordinary shares in the companies listed below. The principal activities of these companies is distribution and sale of telephone cards. These companies have been included in the consolidation.

- Vectone Europe Limited (UK)
- Vectone Gnanam BV (Netherlands)
- Gnanam Telecom Centers SPRL (Belgium)
- Gnanam Telecom Centers AB (Sweden)
- Vectone Gnanam SL (Spain)
- Vectone Portugal Unipessoal Limitada (Portugal)
- Vectone Distribution SARL (France)
- Vectone Telecom Centers GmbH (Germany)

Lycatel Property Services Limited

Country of incorporation: United Kingdom
Nature of business: Property Investment

	%
Class of shares:	holding
1,000 Ordinary shares @ £1	100.00

Lycatel Canada Inc.

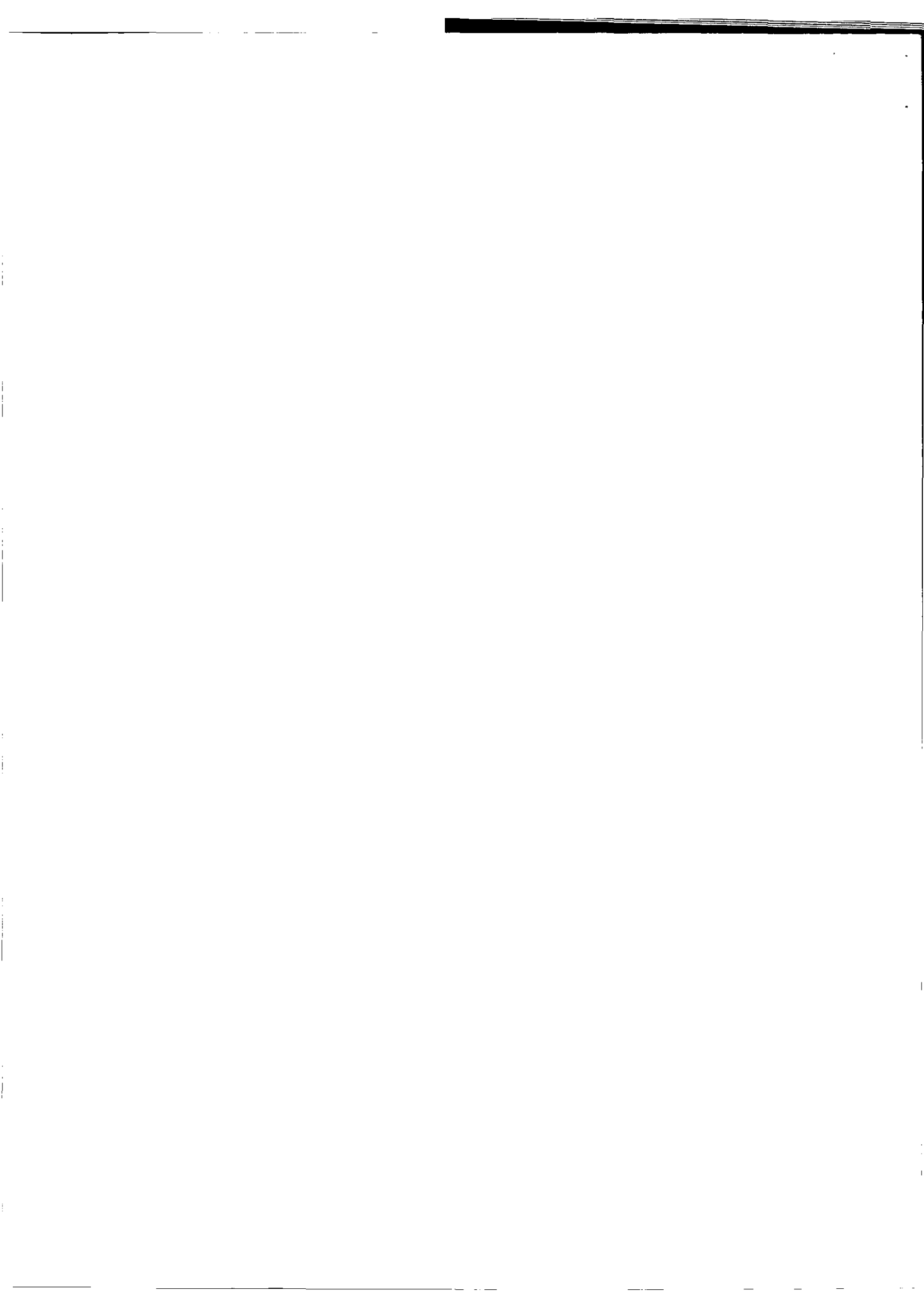
Country of incorporation: Canada
Nature of business: Telecommunications

	%
Class of shares:	holding
100 Ordinary shares @ CA\$1	100.00

Lycatel Denmark APS

Country of incorporation: Denmark
Nature of business: Telecommunications

	%
Class of shares:	holding
125,000 Ordinary shares @ Kr1	100.00



WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

13. FIXED ASSET INVESTMENTS - continued

Lycatel Ireland Distribution Limited

Country of incorporation: Ireland
Nature of business: Telecommunications

Class of shares:	%
100 Ordinary shares @ €1	holding 100.00

Hastings Telecomm. & Services GmbH

Country of incorporation: Austria
Nature of business: Support Services

Class of shares:	%
35,000 Ordinary shares @ €1	holding 100.00

14. INVESTMENT PROPERTY

Group

	Total £
COST	
Additions	<u>2,534,972</u>
At 29 February 2008	<u>2,534,972</u>
NET BOOK VALUE	
At 29 February 2008	<u><u>2,534,972</u></u>

In the opinion of the directors the open market value of the properties at 29 February 2008 is £2,534,972.

15. STOCKS

	Group	
	29.2.08	28.2.07 as restated
	£	£
Stocks	<u>2,941,879</u>	<u>210,417</u>

16. DEBTORS

	Group		Company	
	29.2.08	28.2.07 as restated	29.2.08	28.2.07 as restated
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	57,239,735	46,286,641	-	-
Other debtors	49,349,432	22,010,538	550,280	635,280
Prepayments	<u>1,181,293</u>	<u>346,775</u>	-	-
	<u>107,770,460</u>	<u>68,643,954</u>	<u>550,280</u>	<u>635,280</u>
Amounts falling due after more than one year:				
Other debtors	<u>2,350,000</u>	-	-	-
Aggregate amounts	<u>110,120,460</u>	<u>68,643,954</u>	<u>550,280</u>	<u>635,280</u>



WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	29.2.08	28.2.07 as restated	29.2.08	28.2.07 as restated
	£	£	£	£
Bank loans and overdrafts (see note 19)	134,015	-	-	-
Finance leases (see note 20)	499,500	499,500	-	-
Trade creditors	30,032,456	45,898,734	-	-
Tax	1,343,229	1,612,813	653,931	653,931
Social security and other taxes	868,541	531,262	-	-
Other creditors	49,903,580	12,139,211	75,035	51,555
Accrued expenses	37,299,489	7,723,789	41,000	39,388
	<u>120,080,810</u>	<u>68,405,309</u>	<u>769,966</u>	<u>744,874</u>

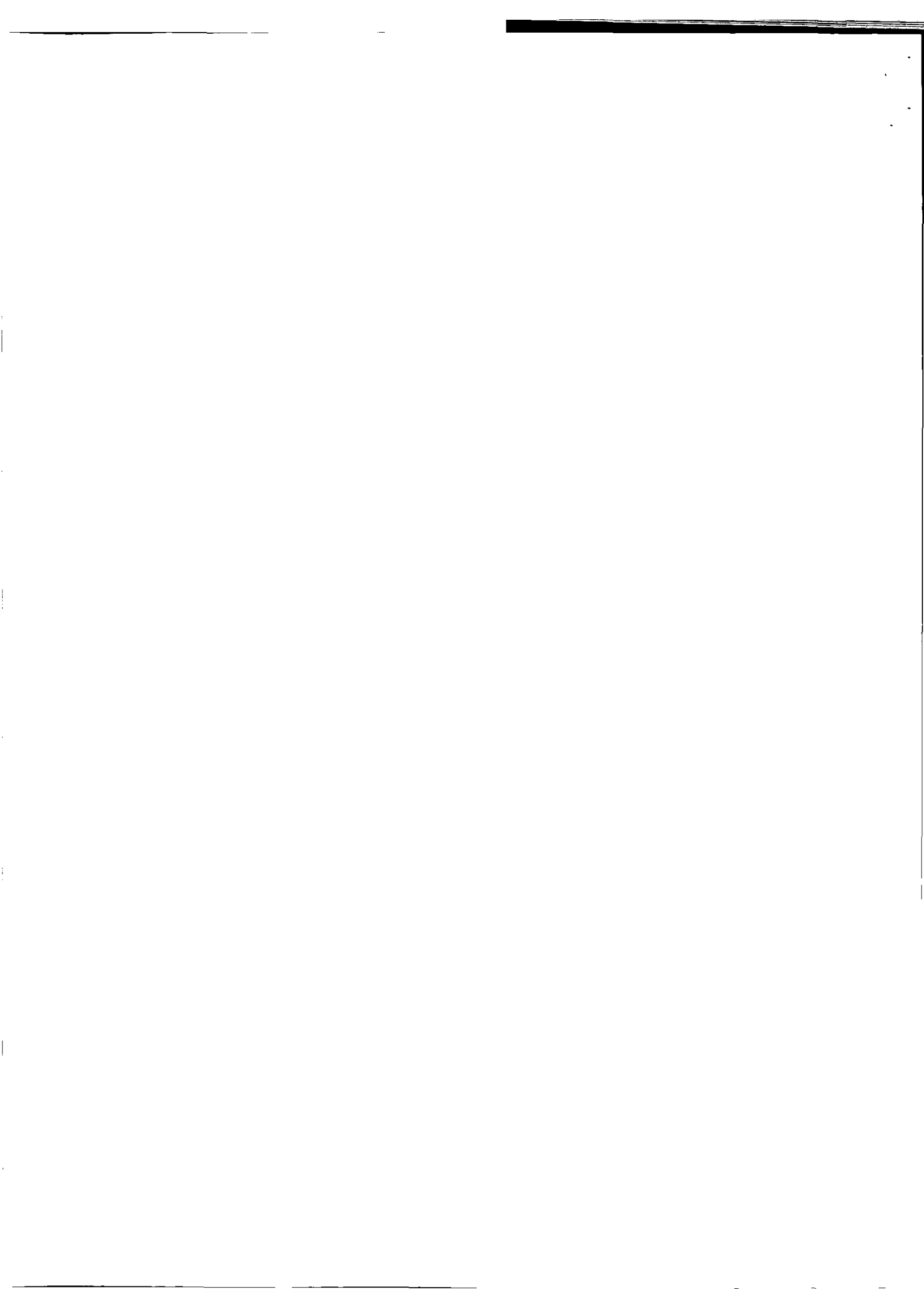
18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	29.2.08	28.2.07 as restated
	£	£
Bank loans (see note 19)	1,400,702	-
Finance leases (see note 20)	374,625	874,125
	<u>1,775,327</u>	<u>874,125</u>

19. LOANS

An analysis of the maturity of loans is given below:

	Group	
	29.2.08	28.2.07 as restated
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>134,015</u>	<u>-</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>134,015</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>402,044</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>864,643</u>	<u>-</u>



WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

20. OBLIGATIONS UNDER LEASING AGREEMENTS

Group

	29.2.08	Finance leases	28.2.07 as restated
	£		£
Net obligations repayable:			
Within one year	499,500		499,500
Between one and five years	<u>374,625</u>		<u>874,125</u>
	<u>874,125</u>		<u>1,373,625</u>

The following operating lease payments are committed to be paid within one year:

Group

	29.2.08	Land and buildings	28.2.07 as restated
	£		£
Expiring:			
Within one year	<u>107,263</u>		<u>107,263</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	29.2.08	Group	28.2.07 as restated
	£		£
Bank loans	<u>1,534,717</u>		<u>-</u>

22. PROVISIONS FOR LIABILITIES

	29.2.08	Group	28.2.07 as restated
	£		£
Deferred tax			
Deferred tax	984		984
Transfer	<u>(329)</u>		<u>-</u>
	<u>655</u>		<u>984</u>
Other provisions	<u>-</u>		<u>6,682,399</u>
Aggregate amounts	<u>655</u>		<u>6,683,383</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

22. PROVISIONS FOR LIABILITIES - continued

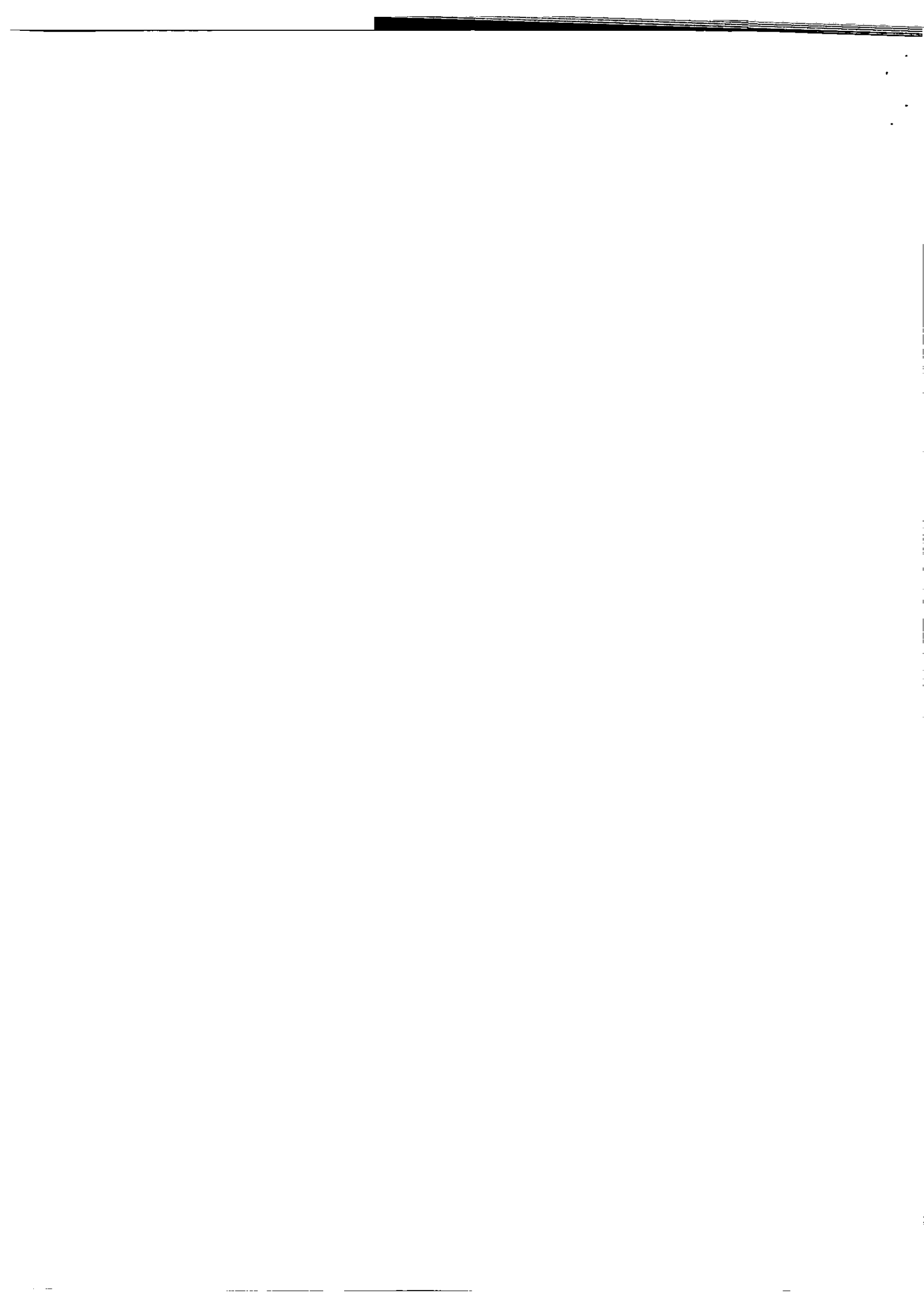
Group	Deferred tax £
Balance at 1 March 2007	984
Deferred tax transfer	<u>(329)</u>
Balance at 29 February 2008	<u>655</u>

23. MINORITY INTERESTS

	28.2.08	Group 28.2.07
	£	£
Total recognised income and expenditure for the year	<u>20,180</u>	<u>19,239</u>

24. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	29.2.08	28.2.07 as restated
			£	£
1,000,200	Ordinary share	.01	<u>10,002</u>	<u>10,002</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	29.2.08	28.2.07 as restated
			£	£
200	Ordinary share	.01	<u>2</u>	<u>2</u>



WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

25. RESERVES

Group

	Profit and loss account £
At 1 March 2007	689,480
Prior year adjustment	<u>(754,341)</u>
	(64,861)
Profit for the year	<u>729,217</u>
At 29 February 2008	<u><u>664,356</u></u>

Company

	Profit and loss account £
At 1 March 2007	606,789
Prior year adjustment	<u>(653,931)</u>
	(47,142)
Deficit for the year	<u>(99,482)</u>
At 29 February 2008	<u><u>(146,624)</u></u>

26. CONTINGENT LIABILITIES

The directors of Lycatel (Ireland) Limited are aware of a potential claim by UK Revenue & Customs against it for Vat on UK sales made by Lycatel (Ireland) Limited in previous years.

However, the directors of Lycatel (Ireland) Limited are of the opinion that no liability for UK Vat will materialise. It is not possible to quantify with any certainty the potential costs to the Group of settling this claim.

27. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	29.2.08	28.2.07 as restated
	£	£
Profit for the financial year	729,217	1,579,560
Dividends	<u>-</u>	<u>(2,686,313)</u>
Net addition/(reduction) to shareholders' funds	729,217	(1,106,753)
Opening shareholders' funds (originally £689,482 before prior year adjustment of £(754,341))	<u>(64,859)</u>	<u>1,041,894</u>
Closing shareholders' funds	<u><u>664,358</u></u>	<u><u>(64,859)</u></u>



WWW HOLDING COMPANY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008

27. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company	29.2.08	28.2.07 as restated
	£	£
(Loss)/Profit for the financial year	(99,482)	2,655,745
Dividends	-	(2,686,313)
Share capital issued during the year		
Net reduction of shareholders' funds	(99,482)	(30,568)
Opening shareholders' funds (originally £606,791 before prior year adjustment of £(653,931))	<u>(47,140)</u>	<u>(16,572)</u>
Closing shareholders' funds	<u>(146,622)</u>	<u>(47,140)</u>

28. BENEFICIAL OWNERSHIP

The majority beneficial owner of WWW Holding Company Limited is Allirajah Subaskaran.

