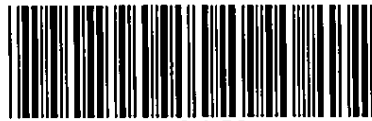


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**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007
FOR
WWW HOLDING COMPANY LIMITED**

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WWW HOLDING COMPANY LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

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WWW HOLDING COMPANY LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2007

DIRECTORS:	A Subaskaran M Kangle
SECRETARY:	M Kangle
REGISTERED OFFICE:	Marchant Lewis Limited 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 28 FEBRUARY 2007

The directors present their report with the financial statements of the company and the group for the year ended 28 February 2007

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

The total distribution of dividends for group companies for the year ended 28 February 2007 is £2,686,313 - (2006- Nil)

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 2006 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 64 (2006 - 70) days' purchases

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

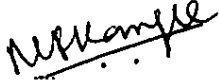
So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant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

WWW HOLDING COMPANY LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 28 FEBRUARY 2007

AUDITORS

The auditors, Marchant Lewis Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD



M Kangle - Secretary

Date 27/03/2008

**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 28 February 2007 on pages five to twenty two. 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 28 February 2007 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 28/03/08

WWW HOLDING COMPANY LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2007

		28 2 07		28 2 06 as restated	
	Notes	£	£	£	£
TURNOVER			317,638,884		209,060,726
Continuing operations		316,913,160		-	
Acquisitions		<u>725,724</u>		<u>209,060,726</u>	
		<u>317,638,884</u>		<u>209,060,726</u>	
Cost of sales	2		<u>266,134,758</u>		<u>197,653,345</u>
GROSS PROFIT	2		51,504,126		11,407,381
Net operating expenses	2		<u>40,548,712</u>		<u>9,251,632</u>
OPERATING PROFIT	4		10,955,414		2,155,749
Continuing operations		10,259,222		-	
Acquisitions		<u>696,192</u>		<u>2,155,749</u>	
		<u>10,955,414</u>		<u>2,155,749</u>	
Exceptional items	5		<u>7,585,508</u>		<u>683,895</u>
			3,369,906		1,471,854
Interest receivable and similar income			<u>23,851</u>		<u>16,557</u>
			3,393,757		1,488,411
Interest payable and similar charges	6		<u>196,047</u>		<u>38,059</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			3,197,710		1,450,352
Tax on profit on ordinary activities	7		<u>964,219</u>		<u>389,221</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			2,233,491		1,061,131
Minority interest - equity			-		<u>19,239</u>
RETAINED PROFIT FOR THE YEAR FOR THE GROUP			<u>2,233,491</u>		<u>1,041,892</u>

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 28 FEBRUARY 2007

	28 2 07	28 2 06 as restated
	£	£
PROFIT FOR THE FINANCIAL YEAR	2,233,491	1,041,892
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	2,233,491	<u>1,041,892</u>
Prior year adjustment	Note 10	
	<u>(19,069)</u>	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	<u>2,214,422</u>	

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

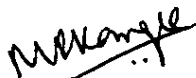
CONSOLIDATED BALANCE SHEET
28 FEBRUARY 2007

		28 2 07		28 2 06 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	11		(565,701)		(773,366)
Tangible assets	12		4,339,127		3,287,917
Investments	13		<u>5,000</u>		<u>11,426</u>
			3,778,426		2,525,977
CURRENT ASSETS					
Stocks	14	210,417		185,356	
Debtors	15	68,643,954		47,338,433	
Cash at bank and in hand		<u>3,284,400</u>		<u>3,147,968</u>	
			72,138,771		50,671,757
CREDITORS					
Amounts falling due within one year	16	<u>67,751,378</u>		<u>52,129,281</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>4,387,393</u>		<u>(1,457,524)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			8,165,819		1,068,453
CREDITORS					
Amounts falling due after more than one year	17		(874,125)		-
PROVISIONS FOR LIABILITIES	20		(6,683,383)		-
MINORITY INTERESTS	21		<u>(19,239)</u>		<u>(26,559)</u>
NET ASSETS			<u><u>589,072</u></u>		<u><u>1,041,894</u></u>
CAPITAL AND RESERVES					
Called up share capital	22		2		2
Profit and loss account	23		<u>589,070</u>		<u>1,041,892</u>
SHAREHOLDERS' FUNDS	25		<u><u>589,072</u></u>		<u><u>1,041,894</u></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
28 FEBRUARY 2007

		28 2 07		28 2 06 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	11		-		-
Tangible assets	12		-		-
Investments	13		<u>48,702</u>		<u>37,334</u>
			48,702		37,334
CURRENT ASSETS					
Debtors	15	635,280		2,889	
Cash at bank		<u>13,752</u>		<u>2,780</u>	
		649,032		5,669	
CREDITORS					
Amounts falling due within one year	16	<u>90,943</u>		<u>59,575</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>558,089</u>		<u>(53,906)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>606,791</u>		<u>(16,572)</u>
CAPITAL AND RESERVES					
Called up share capital	22		2		2
Profit and loss account	23		<u>606,789</u>		<u>(16,574)</u>
SHAREHOLDERS' FUNDS			<u>606,791</u>		<u>(16,572)</u>

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


A Subaskaran - Director


M Kangle - Director

WWW HOLDING COMPANY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007

		28 2 07		28 2 06 as restated	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		8,452,020		3,221,503
Returns on investments and servicing of finance	2		(172,196)		(21,502)
Taxation			(565,520)		171,946
Capital expenditure and financial investment	2		(2,601,003)		(3,193,707)
Acquisitions and disposals	2		(7,319)		(687,135)
Equity dividends paid			<u>(2,686,313)</u>		<u>-</u>
			2,419,669		(508,895)
Financing	2		<u>1,373,625</u>		<u>1</u>
Increase/(Decrease) in cash in the period			<u>3,793,294</u>		<u>(508,894)</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase/(Decrease) in cash in the period		3,793,294		(508,894)	
Cash inflow from increase in debt and lease financing		<u>(1,373,625)</u>		<u>-</u>	
Change in net debt resulting from cash flows			<u>2,419,669</u>		<u>(508,894)</u>
Movement in net debt in the period			2,419,669		(508,894)
Net debt at 1 March			<u>(508,894)</u>		<u>-</u>
Net funds/(debt) at 28 February			<u>1,910,775</u>		<u>(508,894)</u>

The notes form part of these financial statements

WWW HOLDING COMPANY LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007

1	RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES	
	28 2 07	28 2 06 as restated
	£	£
Operating profit	10,955,414	2,155,749
Depreciation charges	1,348,553	667,730
Exceptional items	(7,585,508)	12,678
Increase in stocks	(25,061)	(185,356)
Increase in debtors	(21,305,521)	(47,338,433)
Increase in creditors	<u>25,064,143</u>	<u>47,909,135</u>
Net cash inflow from operating activities	<u><u>8,452,020</u></u>	<u><u>3,221,503</u></u>
2	ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT	
	28 2 07	28 2 06 as restated
	£	£
Returns on investments and servicing of finance		
Interest received	23,851	16,557
Interest paid	<u>(196,047)</u>	<u>(38,059)</u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(172,196)</u></u>	<u><u>(21,502)</u></u>
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(12,769)	935,511
Purchase of tangible fixed assets	(2,588,772)	(4,150,543)
Purchase of fixed asset investments	-	(11,426)
Sale of intangible fixed assets	-	32,751
Sale of tangible fixed assets	(5,888)	-
Sale of fixed asset investments	<u>6,426</u>	<u>-</u>
Net cash outflow for capital expenditure and financial investment	<u><u>(2,601,003)</u></u>	<u><u>(3,193,707)</u></u>
Acquisitions and disposals		
Acquisition of subsidiary undertakings	<u>(7,319)</u>	<u>(687,135)</u>
Net cash outflow for acquisitions and disposals	<u><u>(7,319)</u></u>	<u><u>(687,135)</u></u>
Financing		
Capital repayments in year	1,373,625	-
Share issue	<u>-</u>	<u>1</u>
Net cash inflow from financing	<u><u>1,373,625</u></u>	<u><u>1</u></u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 3 06 £	Cash flow £	At 28 2 07 £
Net cash			
Cash at bank and in hand	3,147,968	136,432	3,284,400
Bank overdraft	<u>(3,656,862)</u>	<u>3,656,862</u>	<u>-</u>
	<u>(508,894)</u>	<u>3,793,294</u>	<u>3,284,400</u>
Debt			
Finance leases	<u>-</u>	<u>(1,373,625)</u>	<u>(1,373,625)</u>
	<u>-</u>	<u>(1,373,625)</u>	<u>(1,373,625)</u>
Total	<u>(508,894)</u>	<u>2,419,669</u>	<u>1,910,775</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

1 ACCOUNTING POLICIES

Accounting convention

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

Basis of consolidation

The consolidated accounts 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

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.

Pensions

The group operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2 ANALYSIS OF OPERATIONS

	Continuing £	28 2 07 Acquisitions £	Total £
Cost of sales	<u>266,134,758</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>31,207</u>
	<u>40,519,180</u>	<u>29,532</u>	<u>40,548,712</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007

2 ANALYSIS OF OPERATIONS - continued

	Continuing £	28 2 06 Acquisitions £	Total £
Cost of sales	<u>-</u>	<u>197,653,345</u>	<u>197,653,345</u>
Gross profit	<u>-</u>	<u>11,407,381</u>	<u>11,407,381</u>
Net operating expenses			
Administrative expenses	-	9 290,190	9,290,190
Other operating income	<u>-</u>	<u>(38,558)</u>	<u>(38,558)</u>
	<u>-</u>	<u>9,251,632</u>	<u>9,251,632</u>

3 STAFF COSTS

	28 2 07 £	28 2 06 as restated £
Wages and salaries	4,740,186	1,053,937
Social security costs	416,257	18,862
Other pension costs	<u>9,298</u>	<u>6,495</u>
	<u>5,165,741</u>	<u>1,079,294</u>

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

	28 2 07	28 2 06 as restated
Staffs including directors	<u>168</u>	<u>162</u>

4 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	28 2 07 £	28 2 06 as restated £
Hire of plant and machinery	221,602	202,975
Depreciation - owned assets	1,543,449	862,626
Auditors' remuneration	62,494	19,960
Foreign exchange differences	63,676	537,924
Goodwill written back	<u>(194,896)</u>	<u>(194,896)</u>
Directors' emoluments	<u>393,419</u>	<u>70,350</u>

Information regarding the highest paid director for the year ended 28 February 2007 is as follows

	28 2 07
Aggregated emoluments	<u>197,669</u>

5 EXCEPTIONAL ITEMS

Exceptional items relate to provision made for costs that may be payable by Crest Telecom SARL and amounts written off by Lycatel (Ireland) Limited

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

6	INTEREST PAYABLE AND SIMILAR CHARGES	28 2 07	28 2 06 as restated
		£	£
	Bank interest	151,955	6,917
	Loan interest	<u>44,092</u>	<u>31,142</u>
		<u>196,047</u>	<u>38,059</u>
7	TAXATION		
	Analysis of the tax charge		
	The tax charge on the profit on ordinary activities for the year was as follows	28 2 07	28 2 06 as restated
		£	£
	Current tax		
	Overseas taxation	963,235	389,221
	Deferred tax	<u>984</u>	<u>-</u>
	Tax on profit on ordinary activities	<u>964,219</u>	<u>389,221</u>
8	PROFIT 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 profit for the financial year was £3,309,676 (2006 - £(16,574) loss)		
9	DIVIDENDS	28 2 07	28 2 06 as restated
		£	£
	Ordinary share shares of 01 each		
	Final	<u>2,686,313</u>	<u>-</u>
10	PRIOR YEAR ADJUSTMENT		
	Prior year adjustment relates to amendment made to opening figures on Lycatel BV		

WWW HOLDING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007

11 INTANGIBLE FIXED ASSETS

Group

	Goodwill £	Patents and licences £	Totals £
COST			
At 1 March 2006	(974,481)	6,219	(968,262)
Additions	-	<u>12,769</u>	<u>12,769</u>
At 28 February 2007	<u>(974,481)</u>	<u>18,988</u>	<u>(955,493)</u>
AMORTISATION			
At 1 March 2006	(194,896)	-	(194,896)
Charge written back	<u>(194,896)</u>	-	<u>(194,896)</u>
At 28 February 2007	<u>(389,792)</u>	-	<u>(389,792)</u>
NET BOOK VALUE			
At 28 February 2007	<u>(584,689)</u>	<u>18,988</u>	<u>(565,701)</u>
At 28 February 2006	<u>(779,585)</u>	<u>6,219</u>	<u>(773,366)</u>

12 TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 March 2006	-	3,860,983	29,853
Additions	1,124	2,517,877	11,350
Disposals	-	<u>(154,270)</u>	-
At 28 February 2007	<u>1,124</u>	<u>6,224,590</u>	<u>41,203</u>
DEPRECIATION			
At 1 March 2006	-	836,031	1,323
Charge for year	206	1,463,776	7,394
Eliminated on disposal	-	<u>(160,158)</u>	-
At 28 February 2007	<u>206</u>	<u>2,139,649</u>	<u>8,717</u>
NET BOOK VALUE			
At 28 February 2007	<u>918</u>	<u>4,084,941</u>	<u>32,486</u>
At 28 February 2006	<u>-</u>	<u>3,024,952</u>	<u>28,530</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

12 TANGIBLE FIXED ASSETS - continued

Group

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 March 2006	3,165	256,542	4,150,543
Additions	6,252	52,169	2,588,772
Disposals	<u>-</u>	<u>-</u>	<u>(154,270)</u>
At 28 February 2007	<u>9,417</u>	<u>308,711</u>	<u>6,585,045</u>
DEPRECIATION			
At 1 March 2006	1,055	24,218	862,627
Charge for year	2,787	69,286	1,543,449
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>(160,158)</u>
At 28 February 2007	<u>3,842</u>	<u>93,504</u>	<u>2,245,918</u>
NET BOOK VALUE			
At 28 February 2007	<u>5,575</u>	<u>215,207</u>	<u>4,339,127</u>
At 28 February 2006	<u>2 110</u>	<u>232,324</u>	<u>3,287,916</u>

13 FIXED ASSET INVESTMENTS

Group

	Unlisted investments £
COST	
At 1 March 2006	11,426
Disposals	<u>(6,426)</u>
At 28 February 2007	<u>5,000</u>
NET BOOK VALUE	
At 28 February 2007	<u>5,000</u>
At 28 February 2006	<u>11,426</u>

Company

	Shares in group undertakings £
COST	
At 1 March 2006	37,334
Additions	<u>11,368</u>
At 28 February 2007	<u>48,702</u>
NET BOOK VALUE	
At 28 February 2007	<u>48,702</u>
At 28 February 2006	<u>37,334</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

13 FIXED ASSET INVESTMENTS - continued

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	holding
Capital \$3850	99 00

Lycatel (Ireland) Limited

Country of incorporation Ireland
Nature of business Telecommunications

	%
Class of shares	holding
100 Ordinary shares of €1	100 00

Switchware Limited

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

	%
Class of shares	holding
100 Ordinary shares of £1	100 00

Crest Telecom SARL

Country of incorporation France
Nature of business Support Services

	%
Class of shares	holding
100 Ordinary shares of €1	90 00

Lycatel (UK) Limited

Country of incorporation United Kingdom
Nature of business Dormant

	%
Class of shares	holding
100 Ordinary shares of £1	100 00

Lycatel (Services) Limited

Country of incorporation United Kingdom
Nature of business Support Services

	%
Class of shares	holding
100 Ordinary shares of £1	100 00

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

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

13 FIXED ASSET INVESTMENTS - continued

Meadowlark Telecomunicacoes 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 Support Services

	%
Class of shares	holding
100 Ordinary shares @ CA\$1 -	100 00

Lycatel Denmark APS

Country of incorporation Denmark
Nature of business Support Services

	%
Class of shares	holding
125,000 Ordinary shares @ Kr1	100 00

14 STOCKS

	Group	
	28 2 07	28 2 06
		as restated
	£	£
Stocks	<u>210,417</u>	<u>185,356</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

15 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	28 2 07	28 2 06 as restated	28 2 07	28 2 06 as restated
	£	£	£	£
Trade debtors	46,286,641	38,521,774	-	-
Other debtors	22,010,538	8,129,167	635,280	2,889
Prepayments	346,775	687,492	-	-
	<u>68,643,954</u>	<u>47,338,433</u>	<u>635,280</u>	<u>2,889</u>

16 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	28 2 07	28 2 06 as restated	28 2 07	28 2 06 as restated
	£	£	£	£
Bank loans and overdrafts (see note 18)	-	3,656,862	-	-
Finance leases (see note 19)	499,500	-	-	-
Trade creditors	45,898,734	37,645,697	-	-
Tax	958,882	561,167	-	-
Social security and other taxes	531,262	299,925	-	-
Other creditors	12,139,211	2,899,018	51,555	40,187
Loan	-	282,618	-	-
Accrued expenses	7,723,789	6,783,994	39,388	19,388
	<u>67,751,378</u>	<u>52,129,281</u>	<u>90,943</u>	<u>59,575</u>

17 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	28 2 07	28 2 06 as restated
	£	£
Finance leases (see note 19)	<u>874,125</u>	<u>-</u>

18 LOANS

An analysis of the maturity of loans is given below

	Group	
	28 2 07	28 2 06 as restated
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>-</u>	<u>3,656,862</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007

19 OBLIGATIONS UNDER LEASING AGREEMENTS

Group

	28 2 07	Finance leases	28 2 06 as restated
	£		£
Net obligations repayable			
Within one year	499,500		-
Between one and five years	<u>874,125</u>		<u>-</u>
	<u>1,373,625</u>		<u>-</u>

20 PROVISIONS FOR LIABILITIES

	28 2 07	Group	28 2 06 as restated
	£		£
Deferred tax	<u>984</u>		<u>-</u>
Other provisions	<u>6,682,399</u>		<u>-</u>
Aggregate amounts	<u>6,683,383</u>		<u>-</u>

Group

		Deferred tax
		£
Deferred tax		<u>984</u>
Balance at 28 February 2007		<u>984</u>

21 MINORITY INTERESTS

	28 2 07	Group	28 2 06
	£		£
Total recognised income and expenditure for the year	<u>19,239</u>		<u>26,559</u>

22 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value	28 2 07	28 2 06 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	28 2 07	28 2 06 as restated
			£	£
200	Ordinary share	01	<u>2</u>	<u>2</u>

WWW HOLDING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007

23 RESERVES

Group

	Profit and loss account £
At 1 March 2006	1,060,961
Prior year adjustment	<u>(19,069)</u>
	1,041,892
Profit for the year	2,233,491
Dividends	<u>(2,686,313)</u>
At 28 February 2007	<u>589,070</u>

Company

	Profit and loss account £
At 1 March 2006	(16,574)
Profit for the year	3,309,676
Dividends	<u>(2,686,313)</u>
At 28 February 2007	<u>606,789</u>

24 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

25 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	28 2 07	28 2 06 as restated
	£	£
Profit for the financial year	2,233,491	1,041,892
Dividends	<u>(2 686,313)</u>	<u>-</u>
	(452,822)	1,041,892
Share capital issued during the year	<u>-</u>	<u>1</u>
Net (reduction)/addition to shareholders' funds	(452,822)	1,041,893
Opening shareholders' funds (originally £1,060,963 before prior year adjustment of £(19,069))	<u>1,041,894</u>	<u>1</u>
Closing shareholders' funds	<u>589,072</u>	<u>1,041,894</u>

WWW HOLDING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

25 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company	28 2 07	28 2 06 as restated
	£	£
Profit/(Loss) for the financial year	3,309,676	(16,574)
Dividends	<u>(2,686,313)</u>	<u>-</u>
Share capital issued during the year	623,363	(16,574)
	<u>-</u>	<u>1</u>
Net addition/(reduction) to shareholders' funds	623,363	(16,573)
Opening shareholders' funds	<u>(16,572)</u>	<u>1</u>
Closing shareholders' funds	<u>606,791</u>	<u>(16,572)</u>

26 BENEFICIAL OWNERSHIP

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