

INTEL- MOSCOW TRAVEL COMPANY LIMITED

Company number 2862138

**REPORT AND FINANCIAL STATEMENTS
31ST OCTOBER 1995**



1

INTEL- MOSCOW TRAVEL COMPANY LIMITED

DIRECTOR'S REPORT

The director submits his annual report of the company with the financial statements for the year ended 31st October 1995.

Review of the business

The company's principal activity during the year was the operation of tours and travel between the UK and Russia, and the provision of on-the-ground services in the UK.

Future developments

The director considers that the company is operating satisfactorily and will continue to do so in the foreseeable future.

Directors and their interests

The director who served during the year and his beneficial interest in the ordinary shares of the company at the 31st October 1994 and 1995 was as follows:-

	Ordinary shares of £1 each	
	1994	1995
M Ignatiev	1	1

Close Company

The company is a close company within the provisions of ICTA 1988.

Auditors

The company is claiming exemption from audit in accordance with the Companies Act 1985, as amended by the Companies Act 1989 and SI 1992/2452.

BY ORDER OF THE BOARD

F. Ignatiev

8.7.97
Dated

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED
ACCOUNTS OF INTEL- MOSCOW TRAVEL COMPANY LIMITED**

We report on the accounts for the year ended 31st October 1995 set out on pages 5 to 7.

Respective responsibilities of directors and reporting accountants

As described on page 2 the company's director is responsible for the preparation of the accounts, and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard to, and on the basis of, the information contained in those accounting records:

- (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249 C (6) of the Act; and

- (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249 A (4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249 B (1)



Delamare
Chartered Accountant
Registered Auditor
1272 London Road
London
SW16 4DQ

12.7.97

INTEL- MOSCOW TRAVEL COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST OCTOBER 1995

	1995 £	1994 £
TURNOVER	329563	4354
Cost of sales	297601	4324
GROSS PROFIT	31962	30
Administration expenses	26229	1846
OPERATING PROFIT/(LOSS)	5732	(1816)
Interest receivable	-	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	5732	(1816)
Taxation	975	-
NET PROFIT/(LOSS) AFTER TAX	4757	(1816)
Accumulated profit/(loss) brought forward	(1816)	-
ACCUMULATED PROFIT/(LOSS) CARRIED FORWARD	2941	(1816)
	=====	=====

Continuing operations

None of the company's activities were discontinued during the above two financial years.

Total recognised gains and losses

The company has no recognised gains or losses other than the profit or loss for the above two years.

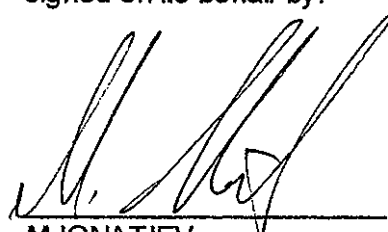
INTEL- MOSCOW TRAVEL COMPANY LIMITED

BALANCE SHEET
31ST OCTOBER 1995

	1995 £	1994 £
FIXED ASSETS		
Tangible assets	1804	1612
CURRENT ASSETS		
Debtors	10280	14437
Cash in bank and in hand	82002	21128
	-----	-----
	92282	35565
CREDITORS : Amounts falling due within one year	91143	38991
	-----	-----
NET CURRENT ASSETS/(LIABILITIES)	1139	(3426)
	-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES	2943	(1814)
	=====	=====
CAPITAL AND RESERVES		
Called up share capital	2	2
Profit and loss account	2941	(1816)
	-----	-----
	2943	(1814)
	=====	=====

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(2) of the Companies Act 1985. Shareholders holding more than 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit under section 249B. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of the affairs of the company as at 31st October 1995, and of its profit for the year then ended, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

These accounts were approved by the Board of Directors on 8.7.97 and signed on its behalf by:


M IGNATIEV DIRECTOR

INTEL- MOSCOW TRAVEL COMPANY LIMITED

NOTES TO FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES**a) Accounting convention**

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

b) Turnover

Turnover represents the invoiced goods sold and services provided, stated net of value added tax. The company's turnover arises in the United Kingdom.

c) Cashflow statement

As permitted by financial reporting standard 1 the company has not prepared a cashflow statement on the grounds that it qualifies as a small company.

d) Depreciation

Depreciation is provided on all fixed assets at rates calculated to write their cost off over their expected useful lives as follows:

Office equipment - 25% of written down value

2. SHARE CAPITAL

	Authorised No	Allotted, called up and fully paid
Ordinary shares of £ 1 each	1000	2

INTEL- MOSCOW TRAVEL COMPANY LIMITED

NOTES TO FINANCIAL STATEMENTS (continued)

3. FIXED ASSETS

	Equipment
Cost brought forward	2149
Additions during the period of accounts	793

	2942
	=====
Depreciation brought forward	537
Depreciation charged during period	601

	1138
	=====
Net book value as at 31st October 1995	1804
	=====
Net book value as at 31st October 1994	1612
	=====

4. CREDITORS

	1995	1994
Trade creditors	22758	-
Sundry creditors and accruals	59377	36088
Social security and other taxes	1674	-
Corporation tax	975	-
Director's current account	6359	2692
Bank overdraft	-	211
	-----	-----
	91143	38991
	=====	=====

5. CONTINGENT LIABILITIES

No contingent liabilities exist at the balance sheet date.

6. RESERVES

Profit and loss account brought forward	(1816)	-
Retained profit/(loss) for the year	4757	(1816)
	-----	-----
Carried forward	2941	(1816)
	=====	=====

INTEL- MOSCOW TRAVEL COMPANY LIMITED
NOTES TO FINANCIAL STATEMENTS (continued)

7. RECONCILIATION IN MOVEMENT IN SHAREHOLDERS FUNDS

	1995	1994
Profit/(loss) for the financial year	4757	(1816)
Opening shareholders funds	(1814)	2
	-----	-----
	2943	(1814)
	=====	=====

8. DIRECTORS AND EMPLOYEES

Directors remuneration	3000	-
Salaries and other staff costs, including directors were:	6036	-

The average weekly number of employees during the year was made up as follows:

Sales, marketing and ground support	1
Office and administration	1