

REGISTRAR'S COPY  
Company No: 2862138

INTEL-MOSCOW TRAVEL COMPANY LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST OCTOBER 1998

AXTON'S  
Chartered Accountants  
& Registered Auditor



A12  
COMPANIES HOUSE

\*AT1230EB\*

0101  
29/02/00

## AUDITORS' REPORT

TO THE DIRECTORS OF INNTEL-MOSCOW TRAVEL COMPANY LIMITED

PURSUANT TO PARAGRAPH 8 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the full financial statements of Innatel-Moscow Travel Co. Limited for the year ended 31st October 1998. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Part 1 of Schedule 8 to that Act in respect of the year ended 31st October 1998 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

We reported, as auditors of Innatel-Moscow Travel Co. Limited to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st October 1998, and our audit report was as follows:-

'We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

We conducted our audit in accordance with 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 judgments 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.

REPORT OF THE AUDITORS (CONTINUED)

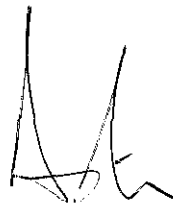
TO THE DIRECTORS OF INNTEL-MOSCOW TRAVEL COMPANY LIMITED

PURSUANT TO PARAGRAPH 8 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

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.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st October 1998 and of its profit or loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Longworth House  
14 George Street  
St. Albans  
Hertfordshire  
AL3 4ER



Axton's  
Chartered Accountants  
& Registered Auditor

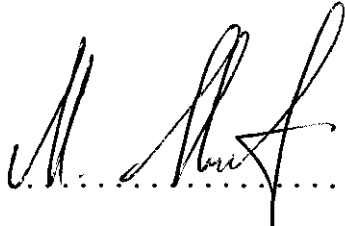
Dated: 28 Feb 2000

INNTEL-MOSCOW TRAVEL COMPANY LIMITED  
BALANCE SHEET AS AT 31ST OCTOBER 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
<u>Fixed assets</u>	(2)	36,537	15,566
<u>Current assets</u>			
Debtors		61,734	60,686
Cash at bank and in hand		30,306	8,200
		<u>92,040</u>	<u>68,886</u>
<u>Creditors: Amounts falling due within one year</u>		<u>107,750</u>	<u>64,105</u>
<u>Net current (liabilities)/assets</u>		(15,710)	4,781
<u>Total assets less current liabilities</u>		<u>20,827</u>	<u>20,347</u>
<u>Creditors: Amounts falling due within one year</u>			
Hire purchase obligations		18,615	8,097
<u>Total net assets</u>		<u>£ 2,212</u>	<u>£ 12,250</u>
<u>Capital and reserves</u>			
Share capital	(3)	2	2
Profit and loss account		2,210	12,248
		<u>£ 2,212</u>	<u>£ 12,250</u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 entitling the directors to deliver abbreviated accounts to the Registrar of Companies. In the opinion of the directors the company is entitled to those exemptions as a small company in accordance with Sections 246 and 247 of the Act.

These financial statements were approved by the Board on 21st <sup>February 2000</sup> ~~April~~ 1998.

Director  M. Ignatiev

INNTEL-MOSCOW TRAVEL COMPANY LIMITED  
NOTES TO THE ABBREVIATED ACCOUNTS

(1) Accounting policies

These accounts have been prepared in accordance with the historical cost convention. The following accounting policies have been applied and are in accordance with applicable accounting standards.

Depreciation

Depreciation is calculated to spread the cost of the following assets over their estimated useful lives at the following rates:

Motor vehicles	25% per annum of written down value.
Fixtures, fitting and equipment	25% per annum of written down value

Turnover

Turnover represents the invoiced amounts of goods sold and services provided, net of value added tax.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts are included under fixed assets, at their fair value, and are depreciated over the the lease terms or useful lives respectively.

The capital element of the future payments is treated as a liability and interest element is charged to the profit and loss account.

Rentals payable under operating leases are charged to the profit and loss account on the straight-line basis over the lease term.

Deferred taxation

Provision for deferred taxation is made only where there is a reasonable probability that a tax liability will arise as a result of reversal of timing differences within the foreseeable future.

(2) Fixed assets

	<u>Total</u>
At cost	
on 01/11/1997	27,662
additions	43,350
disposals	(18,135)
	<hr/>
on 31/10/1998	52,877
	<hr/>
Depreciation	
as at 01/11/1997	12,096
charge for the year	12,178
on disposals	(7,934)
	<hr/>
as at 31/10/1998	16,340
	<hr/>
Net book value	
on 01/11/1997	15,566
	<hr/>
on 31/10/1998	36,537
	<hr/>

INNTEL-MOSCOW TRAVEL COMPANY LIMITED  
NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

(3) Share capital

Authorised

1,000 Ordinary shares of £1 each.	1,000	1,000
	<u>1,000</u>	<u>1,000</u>

Allotted and fully paid

2 Ordinary shares of £1 each.	2	2
	<u>2</u>	<u>2</u>