

Consolidated Profit & Loss Statements for the Twelve Months Ended 31 December 2004

	€'000 2004	Group €'000 2003	% Change
Revenue	19,650	436	4,407%
Other operating income	1,360		
Purchases	(8,259)	(232)	3,460%
Staff costs	(4,040)	(682)	492.4%
Depreciation and amortisation	(7,649)	(1,184)	546%
Administrative Expenses	(3,738)	(618)	504.9%
Operating loss before exceptional items	(2,676)	(2,280)	17.4%
Exceptional Items	33,012	14,452	128.4%
Profit after exceptional items	30,336	12,172	149.2%
Finance costs	(369)		
Profit before income tax	29,967	12,172	146.2%
Income tax	734	310	136.8%
Profit after income tax	30,701	12,482	146%
Minority interests	(1,079)		
Profit for the year	29,622	12,482	137.3%

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance Sheets

	Group		Company	
	31/12/2004 € '000	31/12/2003 € '000	31/12/2004 € '000	31/12/2003 € '000
Assets				
Current Assets	26,474	2,586	8,735	3,112
Subsidiary			70,917	-
Associates				323
Other investments	45			3,382
Intangible assets	2,005	1,952		-
Goodwill		-		-
Plant and equipment	122,638	23,843	77	103
Total assets	151,162	28,381	79,729	6,920
Liabilities And Equity				
Current Liabilities	17,446	9,736	3,035	6,253
Bank overdrafts and term loans				468
Obligations under Finance Leases	87		83	107
Deferred Revenue	5,584	-		-
Unsecured Convertible Bonds		-		-
Non current provisions	1,111			
Deferred Income Tax	7,346			-
Total Liabilities	31,574	9,736	3,118	6,828
Minority Interest	626			

Share Capital	57,181	6,177	56,918	11,929
Reserves	61,781	12,468	19,693	(11,837)
Total Equity	118,962	18,645	76,611	93
Total Liabilities & Equity	151,162	28,381	79,729	6,920

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31/12/2004		As at 31/12/2003	
Secured € 000's	Unsecured € 000's	Secured € 000's	Unsecured € 000's
0	4,008	0	0

Amount repayable after one year

As at 31/12/2004		As at 31/12/2003	
Secured € 000's	Unsecured € 000's	Secured € 000's	Unsecured € 000's
0	0	0	0

Details of any collateral

None

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Cash Flow Statements for the Financial Period Ended 31 December

	31/12/2004 €'000	31/12/2003 €'000
Cash flows from operating activities:		
Profit before income tax	29,622	12,470
Adjustments for:		
Allowance (Reversal) for doubtful trade receivables		
Depreciation expense	7,586	1,184
Provisions	(1,869)	
Non-current deferred revenues	(1,580)	
Profit on sale of fixed assets	(35)	
Exceptional items	(32,949)	(14,452)
Minority Interests	1,239	13
Income Taxes	(707)	(310)
Interest income		
Operating cashflow before working capital changes	1,307	(1,096)
Changes in:		
Trade receivable	(11,857)	(91)
Other receivable s and prepayments	(7,071)	(1,237)
Inventories	(4,305)	
Inter Company Net		2,763
Tax (VAT)		(1,587)
London Option		204
Trade payables	3,340	

Other payables		
Deferred revenue	5,730	
Cash used in operations	(4,247)	(945)
Interest paid		
Interest received		
Income tax paid		
Net cash used in operating activities	(4,247)	(945)
Cash flow from investing activities:		
Purchase plant and equipment	(1,713)	(175)
Proceeds on sale of Property, plant & equipment	506	
Acquisition of subsidiary companies (note A)	(64,826)	
Investment in Subsidiaries		
Net cash used in investing activities	(66,033)	(175)
Cash flow and financing activities		
Proceeds from issuing shares less share issue exper	76,534	1,251
Write down of goodwill	(185)	-
Obligations under finance leases	(25)	
Proceeds from borrowing	400	
Proceeds/(repayment) from/for bank loans		
Net cash from financing activities	76,724	1,251
Net changes in cash and cash equivalents	6,444	132
Cash and cash equivalents at beginning of financial year	130	

Cash and cash equivalents at end of financial year	6,574	132
Note A- Acquisition of subsidiary companies	31/12/2004	31/12/2003
	€'000	€'000
Non-current assets	105,634	
Cash and bank balance net of overdraft	(1,469)	
Other current assets	13,798	
Current liabilities	(15,802)	
Deferred Income Tax	(2,187)	
Non-current liabilities	(8,302)	
Minority interest	428	
Net Assets Acquired	92,098	
Goodwill arising from consolidation	(34,410)	
Issue of shares by the company	63,543	
Purchase consideration	(57,875)	
Cash paid	63,357	
Cash and bank balances of subsidiaries	1,469	
Net cash outflow on acquisition of subsidiary companies	64,826	

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Company	
	2004	2003	2004	2003
Balance at beginning of financial yr	18,646	-	92	20,337
issue of share capital	71,187	6,177	80,376	10,755
Share issue expenses	(481)			
Currency translation differences	(11)			
Share application monies				(1,926)
Net Loss/Profit for year	29,622	12,469	(3,857)	(29,074)
Balance at end of financial yr	118,963	18,646	76,611	92

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of financial year.

During the financial period, the Company issued:-

(i) 1,945,001 ordinary shares of S\$0.05 each at total premium of S\$24,312 under the Horizon Share, Option Scheme

(ii) 1,663,875,000 ordinary shares of S\$0.05 each at a total premium of S\$49,916,250 in full and final satisfaction of the purchase of the GVN Group

(iii) 220,000,000 ordinary shares of S\$0.05 each at a total premium of S\$24,200,000 in full and final satisfaction of the placement of shares made to the market on 18.10.04

As at 31st December 2004, the issued share capital of the Company was S\$11,552,415 divided into 2,395,659,041 ordinary shares of S\$0.05 each.

As at 31st December 2004, there were 0 (as at 31st December 2003: 21,961,000) un-issued ordinary shares of S\$0.05 each under options granted and unexercised under the Horizon Share Option Scheme.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

Unaudited figures.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter). N/A

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statement have been applied.

Due to the RTO there has been a change in the functional currency of the issuer from Singapore \$ to Euros. The company has now adopted IFRS, however this does not result in any material change in the financial statements.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

See comment above (4).

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

Profit/(Loss) per share (euro cents)	2004	2003
Basic	3.28	(7.20)
Diluted	3.28	(7.16)

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the: -
- current financial period reported on; and
 - immediately preceding financial year.

	Group		Company	
	2004	2003	2004	2003
Net assets per shares (Euro cents)	5.09	1,186.88	3.13	0.02

8. A review of the performances of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:
- any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors
 - any material factors that affected the cashflow, working capital, assets or liabilities of the group during the current financial period reported on.

General Comment

On 18th October 2004 the Reverse Take Over ("RTO") of Horizon Education & Technologies Ltd ("Horizon") by the Global Voice Networks Group was completed. In essence, Horizon's new subsidiary, GV Networks Pte Ltd, acquired Global Voice Networks AG ("GVN AG") and Global Voice Networks Ltd (BVI) ("GVNBVI"). Due to the application of the IAS rules relating to reverse takeovers, GVNBVI became the ultimate parent of the enlarged group for accounting purposes. Therefore the current and comparative financial figures given below set out GVNBVI's numbers as the Group's numbers for FY2003 and these numbers are used to compare against GVN's numbers for FY2004.

Revenue

The Group recorded a turnover of E21million in FY 2004. Turnover in FY2003 for GVNBVI, the Group's deemed parent was \$436,000.

The increase in sales was primarily due to the completion of the acquisition of the German business and its inclusion in the FY04 revenues. In addition, in accordance with IAS accounting rules, only 2 ½ months of Horizon's revenue

is consolidated, as Horizon is only deemed to form part of the enlarged Group from 18th October 2004.

Included in sales were non-recurring sales of E8.8 million. These non-recurring items were the sale of loose long haul fibre and the sale of an unfinished long haul duct network around part of Germany.

In addition, as previously announced, the enlarged Group disposed of all of Horizon's former subsidiaries, except for Horizon.iTech Pte Ltd (Singapore), Cyber-IB Pte Ltd (Singapore), canTown Training Services Pte Ltd (Singapore) and Knowledge Alive Pte Ltd (Singapore).

Operating Loss

Operating loss incurred for the year was E3.045 million as compared to E2.280 million in FY2003. The loss for the year reflected the increased turnover of the group with associated increased costs. In particular the depreciation charge increased from E1.184 million in FY2003 to E7.649 million, reflecting the increased fixed assets base of the Group.

Exceptional Items

The terms and structuring of the formation of the Global Voice Networks Group in 2004 resulted in negative goodwill being created to the value of Euros 76,463 million. This was offset by the Goodwill on completion of the RTO which reduced the exceptional profit to Euros 33,012 million. Both of these have been written off to the Profit & Loss Account in FY2004, but the cumulative effect of these items is to create a significant exceptional profit.

Share Placement

In association with the RTO, the Company completed a Share Placement of 220 million shares. This placement raised E16.8 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

The Circular to Shareholders on 30th September 2004 contained forecasts for both the Enlarged Group and the GVN, the target of the acquisition. Outlined below is a comparison of Actual and Forecast for both the Group and GVN.

Consolidated Profit & Loss Statements for the year ended 31st December 2004

	Group		GVN Group	
	Actual	Forecast	Actual	Forecast
	€' 000	€' 000		
	2004	2003	2004	2,003
Revenue	19,650	23,228	19,061	17,414
Other Operating Income	1,360	0	1,365	
Changes in Inventories				
Purchases	(8,259)	(3,195)	(7,661)	(1,577)
Staff Costs	(4,040)	(7,357)	(3,114)	(5,118)
Depreciation and Amortisation	(7,649)	(7,810)	(7,541)	(7,617)
Administrative expenses	(3,738)	(7,187)	(2,331)	(5,273)
Finance Costs	(369)	(75)	(337)	-
(Loss) Profit before share of associates	(3,045)	(2,395)	(557)	(2,172)
Share of Results of Associates				
(Loss) Profit before Exceptional items	(3,045)	(2,395)	(557)	(2,172)
Exceptional items	33,012	45,510	76,463	78,832
(Loss) Profit before Income Tax	29,967	43,115	75,906	76,660
Income Tax	734	310	734	310
(Loss) profit after Income Tax	30,701	43,425	76,640	76,970
Minority interests	(1,079)		(424)	
(Loss) Profit Attributable to Shareholders	29,622	43,425	76,216	76,970

The Forecast for the Group was done on a Proforma basis, as if the acquisition had taken place on 1st January 2004. The acquisition was completed on 18th October 2004, which means that the original Horizon Education and Technology Group is only included in the consolidation from that date. This resulted in the decrease in Revenue from the Forecast and the consequent decrease in Staff Costs and Administration Expenses. In addition, this also resulted in a change in the Exceptional items, which relate to the write off of both Goodwill and Negative Goodwill.

10. A commentary at the date of announcement of the significant trends and competitive conditions for the industry in which the group operates and any know factors or events that may affect the group in the next reporting period and the next 12 months.

The results were achieved from strong sales in the Company's traditional product line, namely the leasing and sale of fibre and private fibre networks to corporate clients. Moving forward, management believes that this product line will be supplemented by the Company's major growth area, namely sales of on-line business continuity and information management products, which the Company began implementing and selling in late 2004.

Looking ahead, the priority will be the continued execution of the strategy of exploiting the Company's network asset base by growing its core business and actively developing selective third party business alliances. Further, recent market initiatives have shown a number of new applications which require the use of fibre and which we expect will contribute to our continued growth.

According to industry analysts IDC, the storage service market will be worth over 10 billion in 2005. This growth is fuelled by increasing demand for information lifecycle management (ILM), regulatory compliance, business continuity, and storage consolidation from the Company's target industry sectors such as pharmaceutical, public sector, and banking and finance.

The Company will continue to look at the disposal of Horizon's old subsidiaries within the Group.

11. Dividend

a. Current Financial Period reported on

Any dividend recommended for the current financial period reported on?
None

b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

c. Date payable

The date <Nil> will be registered before entitlements to the dividend are determined.

N/A

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended.

Part II Additional Information Required For Full Year Announcement

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for the business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediate preceding year.

a. Primary reporting format – industry segments

	e-Business € ,000	Europe Fiber € '000	Elimination € '000	Total € '000
For 12 months ended 31.12.2004				
REVENUE				
External sales	588	19,060	-	20,950
Inter-segment sales				
Total revenue	588	19,060	-	20,950
RESULTS				
Segment results	(2,454)	(222)		(2,676)
Exceptional items		33,012		33,012
Unallocated corporate expenses				
Finance costs				(369)
Share of results of associates				
Profit/(Loss) before income tax				29,967
Income tax				734
Profit/(Loss) after income tax				(30,701)
Minority Interest				(1079)
Profit/(Loss) after income tax				29,622

	e-Business € ,000	Europe Fiber € '000	Elimination € '000	Total € '000
OTHER INFORMATION				
Additions of plan and equipment	191	2,979		3,170
Assets of acquired companies	99	104,181		104,180
Depreciation and amortisation	108	7,541		7,649

	e-Business € ,000	Europe Fiber € '000		Total €'000
BALANCE SHEET				
Segment assets	5,685	145,477		151,162
Investment in associates	-	-		
Unallocated corporate assets				
Consolidated total assets				151,160
LIABILITIES				
Segmented Liabilities	5,685	145,477		151,162
Unallocated corporate liabilities				
Consolidated total liabilities				151,162

	e-Business € ,000	Europe Fiber € '000	Elimination € '000	Total € '000
For 12 months ended 31.12.2003				
REVENUE				
External sales		436		436
Inter-segment sales				
Total revenue		436	-	436
RESULTS				
Segment result		(2,281)		(2,281)
Exceptional Items		14,452		14,452
Unallocated corporate expenses				
Finance costs				
Share of results of associates				
Profit/(Loss) before income tax				12,171
Income tax				310
Profit/(Loss) after income tax				12,481

	e-Business € ,000	Europe Fiber € '000	Others € '000	Total € '000
OTHER INFORMATION				
Additions of plant and equipment		175		175
Depreciation and amortisation		1,184		1,184

	e-Business € ,000	Europe fiber € '000		Total € '000
BALANCE SHEET				
ASSETS				
Segment assets		28,381		28,381
Investment in associates				
Unallocated corporate assets				
Consolidated total assets				28,381
LIABILITIES				
Segmented liabilities		28,381		28,381
Unallocated corporate				
Consolidated total liabilities				28,381

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

See comment above (13)

15. A breakdown of sales.

N/A as half year results previously released are not comparable

16. A breakdown of total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Total annual Dividend *(Refer to Para 16 of Appendix 7.2 for the required details)*

	Latest Full Year (€'000)	Previous Full Year (€'000)
Ordinary	0	0
Preference	0	0
Total		

BY ORDER OF THE BOARD

Lt-Gen (Ret) Ng Jui Ping

Non- Executive Chairman

28/02/2005