

ORIGINAL

030515-TX

TABLE OF CONTENTS

- 1.-Application Form Authority to provide Alternative Local Exchange Services Within the State of Florida.
- 2.-Appendix # 1 Phone1Smart LLC Price List
- 3.-Appendix # 2 Ocean Bank Reference
- 4.-Appendix # 3 Financial Capability.
- 5.-Appendix # 4 Dario Echeverry's Resume.
- 6.-Appendix # 5 Financial Statements.
- 7.-Enclosed a \$250.00 Money Order Number: ZO85 415086316

Check received with filing and forwarded to Fiscal for deposit. Fiscal to forward deposit information to Records.

Initials of person who forwarded check:



03 JUN - 9 AM 10: 54

DISTRIBUTION CENTER

DOCUMENT NUMBER-DATE

05106 JUN-98

FPSC-COMMISSION CLERK

**** FLORIDA PUBLIC SERVICE COMMISSION ****

DIVISION OF COMPETITIVE MARKETS AND ENFORCEMENT
CERTIFICATION

APPLICATION FORM
for
AUTHORITY TO PROVIDE
ALTERNATIVE LOCAL EXCHANGE SERVICE
WITHIN THE STATE OF FLORIDA

Instructions

- ◆ This form is used as an application for an original certificate and for approval of the assignment or transfer of an existing certificate. In the case of an assignment or transfer, the information provided shall be for the assignee or transferee (See Page 12).
- ◆ Print or type all responses to each item requested in the application and appendices. If an item is not applicable, please explain why.
- ◆ Use a separate sheet for each answer which will not fit the allotted space.
- ◆ Once completed, submit the original and six (6) copies of this form along with a non-refundable application fee of **\$250.00** to:

Florida Public Service Commission
Division of the Commission Clerk and Administrative Services
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6770

- ◆ If you have questions about completing the form, contact:

Florida Public Service Commission
Division of Competitive Markets and Enforcement
Certification
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6600

APPLICATION

1. This is an application for (check one):

- Original certificate** (new company).
- Approval of transfer of existing certificate:** Example, a non-certificated company purchases an existing company and desires to retain the original certificate of authority.
- Approval of assignment of existing certificate:** Example, a certificated company purchases an existing company and desires to retain the certificate of authority of that company.
- Approval of transfer of control:** Example, a company purchases 51% of a certificated company. The Commission must approve the new controlling entity.

2. Name of company:

PHONE 1 SMART LLC

3. Name under which the applicant will do business (fictitious name, etc.):

N/A

4. Official mailing address (including street name & number, post office box, city, state, zip code):

PO BOX 592665

MIAMI, FL. 33159

5. Florida address (including street name & number, post office box, city, state, zip code):

5600 S.W. 135TH AVE. # 112
MIAMI, FL. 33183

6. Structure of organization:

- | | |
|--|--|
| <input type="checkbox"/> Individual | <input type="checkbox"/> Corporation |
| <input type="checkbox"/> Foreign Corporation | <input type="checkbox"/> Foreign Partnership |
| <input type="checkbox"/> General Partnership | <input type="checkbox"/> Limited Partnership |
| <input checked="" type="checkbox"/> Other <u>LLC</u> | |

7. If individual, provide:

Name: N/A

Title: N/A

Address: N/A

City/State/Zip: N/A

Telephone No.: N/A Fax No.: N/A

Internet E-Mail Address: N/A

Internet Website Address: N/A

8. If incorporated in Florida, provide proof of authority to operate in Florida:

- (a) The Florida Secretary of State corporate registration number:

N/A

9. **If foreign corporation, provide proof of authority to operate in Florida:**

(a) The Florida Secretary of State corporate registration number:

M01000002713

10. **If using fictitious name-d/b/a, provide proof of compliance with fictitious name statute (Chapter 865.09, FS) to operate in Florida:**

(a) The Florida Secretary of State fictitious name registration number:

N/A

11. **If a limited liability partnership, provide proof of registration to operate in Florida:**

(a) The Florida Secretary of State registration number:

N/A

12. **If a partnership, provide name, title and address of all partners and a copy of the partnership agreement.**

Name: N/A

Title: N/A

Address: N/A

City/State/Zip: N/A

Telephone No.: N/A Fax No.: N/A

Internet E-Mail Address: N/A

Internet Website Address: N/A

13. **If a foreign limited partnership, provide proof of compliance with the foreign limited partnership statute (Chapter 620.169, FS), if applicable.**

(a) The Florida registration number: N/A

14. **Provide F.E.I. Number(if applicable): 52-2362654**

15. Indicate if any of the officers, directors, or any of the ten largest stockholders have previously been:

(a) adjudged bankrupt, mentally incompetent, or found guilty of any felony or of any crime, or whether such actions may result from pending proceedings. Provide explanation.

N/A

(b) an officer, director, partner or stockholder in any other Florida certificated telephone company. If yes, give name of company and relationship. If no longer associated with company, give reason why not.

PHONE 1, Inc - Associate
M.T.G. - Associate

16. Who will serve as liaison to the Commission with regard to the following?

(a) The application:

Name: Milena Gentile
Title: MGR Assistant
Address: 5600 S.W. 135th Ave. # 112
City/State/Zip: MIAMI, FL. 33183
Telephone No.: 305-752-4125 Fax No.: 305-382-6075
Internet E-Mail Address: mtgtel77@hotmail.com
Internet Website Address: www.phone1.com

(b) Official point of contact for the ongoing operations of the company:

Name: Dario Echeverry
Title: MGR
Address: 5600 S.W. 135th Ave. # 112
City/State/Zip: MIAMI, FL. 33183
Telephone No.: 305-752-4125 Fax No.: 305-382-6075

Internet E-Mail Address: mtgtel77@hotmail.com
Internet Website Address: www.phone1.com

(c) Complaints/Inquiries from customers:

Name: Milena Gentile

Title: MGR Assistant

Address: 5600 S.W. 135th Ave. # 112

City/State/Zip: MIAMI, FL. 33183

Telephone No.: 305-752-4125 Fax No.: 305-382-6075

Internet E-Mail Address: mtgtel77@hotmail.com

Internet Website Address: www.phone1.com

17. List the states in which the applicant:

(a) has operated as an alternative local exchange company.

N/A

(b) has applications pending to be certificated as an alternative local exchange company.

N/A

(c) is certificated to operate as an alternative local exchange company.

N/A

(d) has been denied authority to operate as an alternative local exchange company and the circumstances involved.

N/A

(e) has had regulatory penalties imposed for violations of telecommunications statutes and the circumstances involved.

N/A

(f) has been involved in civil court proceedings with an interexchange carrier, local exchange company or other telecommunications entity, and the circumstances involved.

N/A

18. Submit the following:

A. Managerial capability: give resumes of employees/officers of the company that would indicate sufficient managerial experiences of each.

B. Technical capability: give resumes of employees/officers of the company that would indicate sufficient technical experiences or indicate what company has been contracted to conduct technical maintenance.

C. Financial capability.

The application **should contain** the applicant's audited financial statements for the most recent 3 years. If the applicant does not have audited financial statements, it shall so be stated.

The unaudited financial statements should be signed by the applicant's chief executive officer and chief financial officer affirming that the financial statements are true and correct and should include:

1. the balance sheet:
2. income statement: and
3. statement of retained earnings.

NOTE: *This documentation may include, but is not limited to, financial statements, a projected profit and loss statement, credit references, credit bureau reports, and descriptions of business relationships with financial institutions.*

Further, the following (which includes supporting documentation) should be provided:

1. **written explanation** that the applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served.
2. **written explanation** that the applicant has sufficient financial capability to maintain the requested service.
3. **written explanation** that the applicant has sufficient financial capability to meet its lease or ownership obligations.

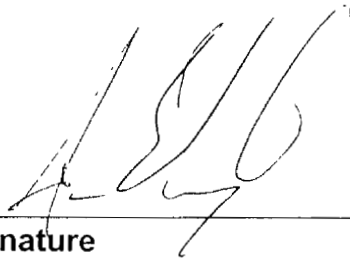
THIS PAGE MUST BE COMPLETED AND SIGNED

APPLICANT ACKNOWLEDGMENT STATEMENT

1. **REGULATORY ASSESSMENT FEE:** I understand that all telephone companies must pay a regulatory assessment fee in the amount of .15 of one percent of gross operating revenue derived from intrastate business. Regardless of the gross operating revenue of a company, a minimum annual assessment fee of \$50 is required.
2. **APPLICATION FEE:** I understand that a non-refundable application fee of \$250.00 must be submitted with the application.

UTILITY OFFICIAL:

Dario Echeverry
Print Name


Signature

MGR
Title

MAY 12 , 2003
Date

305-752-4125
Telephone No.

305-382-6075
Fax No.

Address: 5600 S.W. 135th Ave. # 112
MIAMI , FL. 33183

THIS PAGE MUST BE COMPLETED AND SIGNED

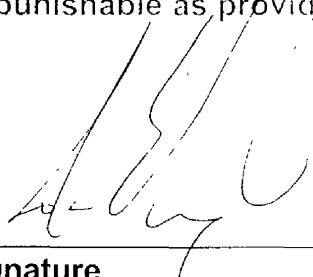
AFFIDAVIT

By my signature below, I, the undersigned officer, attest to the accuracy of the information contained in this application and attached documents and that the applicant has the technical expertise, managerial ability, and financial capability to provide alternative local exchange company service in the State of Florida. I have read the foregoing and declare that, to the best of my knowledge and belief, the information is true and correct. I attest that I have the authority to sign on behalf of my company and agree to comply, now and in the future, with all applicable Commission rules and orders.

Further, I am aware that, pursuant to Chapter 837.06, Florida Statutes, "Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082 and s. 775.083."

UTILITY OFFICIAL:

Dario Echeverry
Print Name


Signature

MGR
Title

MAY 12, 2003
Date

305-752-4125
Telephone No.

305-382-6075
Fax No.

Address: 5600 S.W. 135th Ave. # 112

MIAMI, FL. 33183

CERTIFICATE SALE, TRANSFER, OR ASSIGNMENT STATEMENT

I, (Name) N/A
(Title) N/A of (Name of Company)

N/A
and current holder of Florida Public Service Commission Certificate Number # _____
_____, have reviewed this application and join in the petitioner's request for a:

- () sale
- () transfer
- () assignment

of the above-mentioned certificate.

UTILITY OFFICIAL:

Print Name	<u>N/A</u>	Signature	<u>N/A</u>
Title	<u>N/A</u>	Date	<u>N/A</u>
Telephone No.	<u>N/A</u>	Fax No.	<u>N/</u>

Address: N/A

Appendix # 1
Phone 1 Smart LLC Price List

TITLE SHEET

FLORIDA TELECOMMUNICATIONS PRICE LIST

This price list contains the descriptions, regulations, and rates applicable to the furnishing of service and facilities for alternative local exchange telecommunications services provided by Phone1Smart LLC. , with principal offices at 5600 SW 135 Ave Suite 112 Miami Fl. 33183. This price list applies for services furnished within the State of Florida. This price list is on file with the Florida Public Service Commission, and copies may be inspected, during normal business hours, at the Company's principal place of business.

Note: This price list can be used as a guide.

Rule 25-24.825 requires that price lists contain rates for basic local service including basic local service as part of a package. Price list must include:

1. Current rates for basic local service and connection charges.
2. Billing and payment arrangements.
3. Levels of service quality for each service.

ISSUED: May 12, 2003

EFFECTIVE

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite*# 112
Miami Fl. 33183.

CHECK SHEET

The sheets listed below, which are inclusive of this price list, are effective as of the date shown at the bottom of the respective sheet (s). Original and revised sheets as named below comprise all changes from the original price list and are currently in effect as of the date at the bottom of this page.

<u>SHEET</u>	<u>REVISION</u>
1	Original
2	Original
3	Original
4	Original
5	Original
6	Original
7	Original
8	Original
9	Original
10	Original
11	Original

ISSUED: May 12, 2003

EFFECTIVE

By: Dario Echeverry, MGR. *
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

TABLE OF CONTENTS

Title Sheet 1

Check Sheet 2

Table of Contents.....3

Symbols Sheet..... 4

Section 1 – Technical Terms and Abbreviations.....5

Section 2 - Rules and Regulations..... 7

Section 3 – Basic Service Description and Rates.....8

Section 4 – Miscellaneous Services and rates.....10

ISSUED: May 12, 2003

EFFECTIVE.

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SYMBOLS SHEET

The following are the symbols used for the purposes indicated below:

- M** Delete or discontinue
- I** Change resulting in an Increase to a Customer's bill.
- N** New
- R** Change resulting in a Reduction to a Customer's bill.
- T** Change in Text or Regulation but no change in rate or change.
- RD** Rate
- D** Day
- E** Evening
- N** Night / Weekends

ISSUED: May 12, 2003

EFFECTIVE:

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 1 – TECHNICAL TERMS AND ABBREVIATIONS

Access Line - An arrangement which connects the customer's location to the Company's network.

Authorization Code - A numerical code, one or more of which are available to a customer to enable him/her to access the carrier, and which are used by the carrier both to prevent unauthorized access to its facilities and to identify the customer for billing purposes.

Company – Phone 1 Smart LLC.

Main Office - A location Phone 1 Smart LLC 's principal office.

Customer - The person, firm, corporation or other entity, which orders, service and is responsible for payment of charges due and compliance with the company's tariff regulations.

Message – text or description mentioned in the customer's bill

Residential Line – this is used for basic services in residences, houses in specific territory; it not include optional features.

Business Line – this is used for basic services for a commercial, corporations and any other commercial entity; in specific territory and it not include optional features.

Features – any optional services add to the basic services, these are like as call waiting, caller ID, call forwarding, etc, etc.

Integrated Package – it is a package for residences and business that include the following: Basic Services (Residential or Business)

- Call Waiting
- Call Return
- Caller ID
- Call Forwarding

ISSUED: May 12, 2003

EFFECTIVE.

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

24 Hours System – automatic 24 hours service for customer to do business with the company, order services, request copy of their bills, order local telephone services, disconnect the service, check the account balance, etc, etc.

ISSUED: May 12, 2003

EFFECTIVE:

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 2 – RULES AND REGULATIONS

2.1.-Phone 1 Smart LLC will provide local service throughout State of Florida. The quality of service provided to the customer will be equal to the service provided to the company by Bellsouth.

2.2.-The customer will receive a bill for the services that include a billing period of 30 days with a detailed bill that include all the services that the customer has on the line.

2.3.-If after 15 days from the due date shown on the bill, the company does not receive the amount pending by the customer, the company will interrupt the service. Once interruption of service occur, the customer can made a payment arrangement for the amount due the company. The company has the rights to propose the best deal for both parties in order to reconnect the service.

2.4.-The access to 911 will be maintained during temporary disconnections for non-payment of a residential subscriber's local service.

ISSUED: May 12, 2003

EFFECTIVE:

By: Dario Echeverry, MGR. *
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 3 – BASIC SERVICE DESCRIPTION AND RATES.**3.1 Service Description.**

The company will provide resell local service from Bellsouth including optional features that customers can add to the service at any time Service includes unlimited local calling through out a specific area. This service does not permit one plus dialing.

This service offers to the customer access to the 911 service, directory assistance, operator services and a flat rate for local calling.

3.2 Rates**Residential Current Prices:**

Basic Local Service \$12.50

Integrated Package \$32.50

This package include:

Basic Local Service

Call Waiting

Call Return

Call Forwarding

Three Way Calling

Caller ID

Call Blocking

Customer activation charges: \$60.00

Reconnection Charge: \$55.00

Late Fee Charge: \$12.00

Line Change (Add/Delete features) \$12.50

Name and Number Change \$28.50

Transfer to Phone 1 Smart LLC \$17.50

Installation/Rearrangement of Jack

On Existing Wire \$70.00

ISSUED: May 12, 2003

EFFECTIVE

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 3 – BASIC SERVICE DESCRIPTION AND RATES

3.2 Rates (cont.....)

Business Current Prices:

Basic Local Service \$34.91

Integrated Package \$52.24

This package include:

Basic Local Services

Call Waiting

Call Forwarding

Call Return

Call Tracing

Caller ID

Three Way Calling

Customer activation charges: \$70.00 first line

Additional Line: \$60.00 per line

Reconnection Charge: \$60.00

Late Fee Charge: \$16.00

Line Change (Add/Delete features) \$22.21

Name and Number Change \$30.50

Transfer to Phone 1 Smart LLC \$27.50

Installation/Rearrangement of Jack

On Existing Wire \$70.00

ISSUED: May 12, 2003

EFFECTIVE:

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 4 - MISCELLANEOUS SERVICES AND RATES.

	<u>Residential</u>	<u>Business</u>
1. Caller I.D.	\$9.54	\$21.88
2. Call Waiting.	\$7.60	\$ 7.60
3. Directory Assistance	\$0.60 per call	\$ 0.97 per call
4. Operator Services	\$0.50 per call	\$ 1.00 per call
5. Call Forwarding	\$6.60	\$ 7.20
6. Call Forward don't answer	\$6.60	\$ 7.20
7. Remote Access to Call Forward	\$5.75	\$16.00
8. Call Return	\$6.60	\$ 7.60
9. Repeat Dialing	\$5.15	\$ 6.00
10. Call tracing	\$5.00	\$ 7.00
11. Messaging Services	\$6.85	\$15.54
12. Listing not in Directory.	\$2.50	n/a
13. Three Way Calling	\$5.50	\$ 7.50
14. Automatic Call	\$0.84 per call	\$ 0.95 per call
15. Busy Connect	\$0.84 per call	\$ 0.94 per call
16. Cal Forwarding Busy Line/Answ.Ser	\$3.50	\$ 7.20

ISSUED: May 12, 2003

EFFECTIVE.

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

SECTION 4 - MISCELLANEOUS SERVICES AND RATES

	<u>Residential</u>	<u>Business</u>
17. Call Forw.Busy Line/Don't Answer	\$3.50	\$ 7.20
18. Call Return.	\$0.84 per each	\$ 0.84 per each
19. Custom Restriction	\$3.25	\$ 5.50
20. Expanded Area Usage	\$0.35 per call	\$ 0.75 per call
21. 3 Way-Calling	\$0.84 per call	\$ 0.97 per call
22. Maintenance Plan / Inside	\$5.75	\$ 7.20
23. National Directory Assistance	\$1.50	\$ 1.50
24. Privacy Director	\$2.34	N/A
25. One Number with Distinctive Ringing	\$4.39	N/A
26. Integrated Package Plus	\$45.02	N/A
27. Collect Call	\$0.98	\$ 1.75
28. Additional Listing	N/A	\$ 2.54
29. Foreign Directory Listing	N/A	\$ 2.52
30. Hunting/Rollover	\$6.50 per line	\$ 10.81 per line
31. Check Returned Fee	\$26.50	\$ 26.50
32. Change Long Distance Carrier	\$ 5.25	\$ 5.50

ISSUED: May 12, 2003

EFFECTIVE.

By: Dario Echeverry, MGR.
5600 S.W. 135 Ave. Suite # 112
Miami Fl. 33183.

Appendix # 2
Ocean Bank Reference

Appendix # 3
Financial Capability

PHONE 1 SMART LLC

ANALYSIS AS OF DECEMBER 2002

CURRENT ASSETS	\$222,053
CURRENT RATIO	20.75
CASH	51,760
COMMON EQUITY	141,760
TOTAL DEBT	80,293
TOTAL INVESTOR CAPITAL	222,053
COMMON EQUITY RATIO	86%
NET INCOME	50,000
RETURN ON EQUITY	23%

Appendix # 4
Dario Echeverry's Resume

DARIO ECHEVERRY

COLLEGE : UNIVERSIDAD DE LOS ANDES (BOGOTA Â-COLOMBIA 1978-1983)
CIVIL ENGINEER.

HARVARD SCHOOL OF BUSINESS-INALDE-
P.A.D.E PROGRAM (FOR PRESIDENTS OF COMPANIES) 1996

UNIVERSIDAD NACIONAL DE COLOMBIA
M.SC. ENVIRONMENTAL ENGINEER (75%)

UNIVERSIDAD DE LOS ANDES (1983-1989)
PROJECT MANAGEMENT (CONSTRUCCTION AND ENVIRONMENTAL)
PROJECT CONTROL AND PROGRAMMING.
CONSTRUCCTION AND DESIGN OF LOW, MEDIUM AND HIGH SECURITY PRISONS

LANGUAGES: Fluent English, French and Spanish.

PROFESSIONAL EXPERIENCE :

10/83-6/93: DESCONTAMINACION AMBIENTAL LTD. (OWNER-PRESIDENT)
Created company engaged in environmental decontamination. Planned, developed and established organizational policies and objectives, and established responsibilities and procedure for attaining objectives. Approved funding for all operations for marketing, sales and engineering departments. Presided over board of directors

6/86-7/01: INGENIERIA EQUIPOS Y PISCINAS LTDA. (OWNER-PRESIDENT)
Created company engaged in engineering equipment for swimming pools. Planned, developed and established organizational policies and objectives, and established responsibilities and procedure for attaining objectives. Approved funding for all operations for marketing, sales and engineering departments. Presided over board of directors. General Manager from July 1993 through July, 2001 being responsible for directing and coordinating the overall operations, including marketing, finance, technical , etc. Reviewed financial, management, and operations reports to approve budget and to recommend changes to maximize profits and production.

1991-1992: WORKING UNDER THE SECRETARY OF THE DEPARTMENT OF JUSTICE OF COLOMBIA IN DEVELOPMENT AND CONSTRUCTION PROJECTS (ALL PRISONS-JUSTICE OFFICES IN THE WHOLE COUNTRY)

1995-1999: INMOBILIARIA BANCO DE COLOMBIA. (PRESIDENT)
President of the #1 construction and valuation company in Colombia. Planned, developed and established organizational policies and objectives, and established responsibilities and procedure for attaining objectives. Approved funding for all operations for marketing, sales and engineering departments.

1995-1999: BANCO DE COLOMBIA TRUST CORP. (#1 trust in Colombia) - Member of the Board of Directors.

5/97-2000: BACTERIAL SOLUTIONS OF COLOMBIA INC. (PRESIDENT)

Created company engaged in environmental decontamination. Planned, developed and established organizational policies and objectives, and established responsibilities and procedure for attaining objectives. Approved funding for all operations for marketing, sales and engineering departments. Presided over board of directors. Contributed to the expansion of the company by creating a subsidiary in the U.S. Aldax, Inc.

1999-2000: COMUNICACIONES DE LA SABANA S.A. and AVANTEL S.A.

Independent consultant in telecommunications. Creation of the "hunter", pointer for stolen cars.

10/96 - Present: PISCICOLA PACANDE LTDA. (PRESIDENT)

Created company engaged in fisheries. Plan, develop and establish organizational policies and objectives, and establish responsibilities and procedure for attaining objectives. Approve funding for all operations for marketing, sales and engineering departments. Preside over board of directors. Also General Manager being responsible for directing and coordinating the overall operations, including marketing, finance, technical, etc. Review financial, management, and operations reports to approve budget and to recommend changes to maximize profits and production.

10/99-Present: COLOMBIAN TRADE & MARKETING C.I. LTDA. (PRESIDENT)

Created company engaged in trade with the United States. Plan, develop and establish organizational policies and objectives, and establish responsibilities and procedure for attaining objectives. Approve funding for all operations for marketing, sales and engineering departments. Preside over board of directors.

2/01-Present: ALDAX, INC. (GENERAL MANAGER)

Created company engaged in environmental consultancy. Direct and coordinate overall activities. Develop operating procedures to facilitate operations. Establish marketing strategies. Negotiate contracts. In charge of personnel management. Review and analyze expenditure, financial and operating reports to conform within budget

10/01-present: PHONE1 INC. - PHONE1GLOBALWIDE INC.

co-founder, Board Member, President and C.E.O. of the public company. Phone1 inc is focused in developing and implementing through all the payphones in America, long distance international and domestic calls with coins. See HYPERLINK "<http://www.phone1.com>" www.phone1.com and see HYPERLINK "<http://www.phone1smart.com>" www.phone1smart.com. Phone1 has proprietary solutions that give it substantial competitive

advantages. Phone1 has signed long term agreement with al most all the big players in America.

DESCRIPTION OF THE ACTIVITIES AND PROJECTS RELATED:

-Independent consultant in telecommunication businesses related to switching, IP, VOIP and public telephony. Development of new products and start up of new telecom companies.

-Independent constructor of 39 housing buildings (25 stories or more), industrial warehouses, low, medium and maximum-security prisons (for PABLO ESCOBAR, THE OCHOA BROTHERS, PICOTA (4000 INMATES), MODELO (7.500 INMATES), PICALENA (3.500 INMATES), EL BARNE (3.400 INMATES), SAN ISIDRO (6.500INMATES), BARRANQUILLA (2.800 INMATES) AND 175 MORE PRISONS. Construction of 13 Justice Supreme Courts for 13 states of Colombia. Construction of 25 private schools (250 to 3.000 students)

-Permanent consultant and advisor in environmental engineering (master plans, waste water and air pollution) for the government of Colombia, Occidental petroleum, British Petroleum, Chevron, Elf Aquitaine, Shell, Total.

-Project manager (environmental, sanitary and construction). Total cost \$us 55 million.

-Valuation of real state : \$1.5 billion dollars (#1 in Colombia)

-Potable, domestic and industrial water treatment plants: more than 2.550 constructed and sold.

-Bioremediation and bacterial treatments (plants and animals): we represent AMS (Advanced Microbial Systems Â- from Minneapolis , since 1.997)

DARIO ECHEVERRY.

Appendix # 5
Financial Statements

PHONE 1 SMART LLC
Balance Sheet
as of December 2002

ASSETS

CURRENT ASSETS:

Cash in Bank \$51,760.00

OTHER CURRENT ASSETS:

Members Investments \$170,293.00

TOTAL OTHER CURRENT ASSETS: \$170,293.00

TOTAL ASSETS: \$222,053.00

LIABILITIES AND EQUITY

LIABILITIES:

Loans from Members' \$80,293.00

TOTAL LIABILITIES: \$80,293.00

EQUITY:

Beginning of Year \$50,000.00

Paid in Capital \$91,760.00

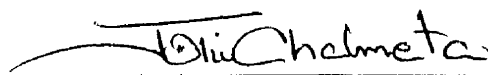
TOTAL EQUITY: \$141,760.00

TOTAL LIABILITIES AND EQUITY: \$222,053.00

The undersigned as officer of Phone 1 Smart LLC, by means of the present _____
Certify: that the figures exhibited in this statement are true copy entered in our electronic system and to
the best of my knowledge and belief, is true, correct and complete.-----

Miami, Fl. 02 June, 2003

Phone 1 Smart LLC



PHONE 1 SMART LLC
Profit and Lost Statement
as of December 2002

REVENUE:

Sales	<u>\$9,981.00</u>
Net Revenue:	\$9,981.00

SELLING, GENERAL & ADMINISTRATIVE EXPENSES:

Bank Services Charges	\$57.00
Licenses & Fees	\$50.00
Phone Services	\$9,397.00
Miscellaneous	\$92.00
Other Taxes	<u>\$10.00</u>

TOTAL SELLING, GENERAL & ADMINISTRATIVE EXPENSES:	\$9,606.00
--	------------

MEMBERS' PROFIT - OPENING BALANCE	\$50,000.00
--	-------------

MEMBERS' PROFIT -ENDING BALANCE	\$50,000.00
--	-------------

The undersigned as officer of Phone 1 Smart LLC, by means of the present: -----
Certify: that the figures exhibited in this statement are true copy entered in our electronic system and to
the best of my knowledge and belief, is true, correct and complete.-----

Miami, Fl. 02 June, 2003

Phone 1 Smart LLC

