

Auditor's Statement

To the shareholders of Elcoteq Network Corporation

The Board of Directors of Elcoteq Network Corporation has decided to submit for the decision of an Extraordinary General Meeting on September 27, 2005 that the company be converted into a European Company (Societas Europaea).

The shareholders' equity in the balance sheet at December 31, 2004 included in the financial statements for the company's most recently ended financial period totals 267.1 million euros, divided between restricted equity amounting to 225.1 million euros and non-restricted equity amounting to 42.1 million euros.

Since confirmation of these financial statements, restricted shareholders' equity has been reduced by the payment of dividends totaling 20.09 million euros in accordance with the decision of the Annual General Meeting. The company's operations have been profitable during the current financial period.

In our capacity as authorized public accountants acting as independent experts we submit our statement that the company being converted into a European Company has net assets at least equivalent to its capital plus those reserves which must not be distributed under the law or the Statutes (Council Regulation (EC) No. 2157/2001, Article 37, Section 6).

Helsinki, Finland
August 25, 2005

Joakim Rehn
APA