

EXHIBIT E

Financial Information

**CMC TELECOM, INC.
FINANCIAL STATEMENTS**

*For the Years Ended
December 31, 2001 and 2000*



GEORGE W. SMITH & COMPANY, P.C.
Certified Public Accountants

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GEORGE W. SMITH II, C.P.A.
(1903-1960)

April 17, 2002

To the Board of Directors
CMC Telecom, Inc.
Wixom, Michigan

We have compiled the accompanying Statement of Assets and Liabilities of CMC Telecom, Inc. (a Corporation), as of December 31, 2001, and the related Statements of Revenues and Expenses and Changes in Stockholder's Equity for the year then ended, and the additional Comparative Statement of Revenues and Expenses for the years ended December 31, 2001 and 2000, and the accompanying supplementary schedules, which are presented only for supplementary analysis purposes, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

The financial statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements and supplementary schedules information that is the representation of management. We have not audited or reviewed the accompanying financial statements and supplementary schedules, and accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, equity, revenues, and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

George W. Smith & Company, P.C.
George W. Smith & Company, P.C.

CMC TELECOM, INC.

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CMC TELECOM, INC.

STATEMENT OF ASSETS AND LIABILITIES
MODIFIED CASH BASIS
AS OF DECEMBER 31, 2001

ASSETS

CASH ACCOUNTS		3,000.82
FURNITURE, EQUIPMENT, COMPUTERS, VEHICLES	265,179.59	
LESS ACCUMULATED DEPRECIATION	-199,771.38	
BOOK VALUE		65,408.21
LEASE DEPOSIT		6,000.00
TOTAL ASSETS		74,409.03

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES	
RETIREMENT PLAN	45,320.36
INSTALLMENT NOTE	150.64
TOTAL	45,471.00
STOCKHOLDER'S EQUITY	28,938.03
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	74,409.03

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.

STATEMENT OF REVENUES AND EXPENSES
 MODIFIED CASH BASIS
 FOR THE YEAR ENDED DECEMBER 31, 2001

	<u>YEAR TO DATE</u>	<u>%</u>
SALES	9,359,550.10	100.0
DIRECT COSTS		
TELEPHONE CARRIER	6,791,432.39	72.6
COMMISSIONS	198,431.95	2.1
CELLULAR TELEPHONES	625.39	0.0
EQUIPMENT EXPENSE		
LEASE	21,697.63	0.2
MAINTENANCE AND REPAIR	15,557.05	0.2
TOTAL	7,027,744.41	75.1
GROSS PROFIT	2,331,805.69	24.9
GENERAL OPERATING EXPENSES		
MARKETING AND		
AUTOMOBILE EXPENSE	317,722.69	3.4
OPERATING AND		
ADMINISTRATIVE EXPENSE	1,642,823.96	17.5
TOTAL	1,960,546.65	20.9
NET OPERATING INCOME	371,259.04	4.0
OTHER EXPENSE - NET	84,687.92	0.9
NET INCOME	286,571.12	3.1

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

SUPPLEMENTARY SCHEDULES

TO THE

STATEMENT OF ASSETS AND LIABILITIES

CMC TELECOM, INC.
STATEMENT OF CHANGES
IN
STOCKHOLDER'S EQUITY
INCOME TAX BASIS
FOR THE YEAR ENDED DECEMBER 31, 2001

CAPITAL STOCK	
COMMON STOCK, 50,000 SHARES AUTHORIZED WITH NO PAR VALUE.	
ISSUED AND OUTSTANDING, 1,000 SHARES.	1,000.00
RETAINED EARNINGS	29,800.48
NET INCOME	286,571.12
LESS DIVIDENDS PAID	-288,433.57
TOTAL STOCKHOLDER'S EQUITY	27,938.03

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.

FURNITURE, EQUIPMENT,
COMPUTERS, VEHICLES
MODIFIED CASH BASIS
AS OF DECEMBER 31, 2001

OFFICE FURNITURE AND EQUIPMENT	117,175.30	
LESS ACCUMULATED DEPRECIATION	-102,079.17	
BOOK VALUE		15,096.13
COMPUTER EQUIPMENT AND SOFTWARE	81,660.57	
LESS ACCUMULATED DEPRECIATION	-63,122.54	
BOOK VALUE		18,538.03
AUTOMOBILES	43,809.00	
LESS ACCUMULATED DEPRECIATION	-33,645.00	
BOOK VALUE		10,164.00
LEASEHOLD IMPROVEMENTS	22,534.72	
LESS ACCUMULATED DEPRECIATION	-924.67	
BOOK VALUE		21,610.05
TOTAL BOOK VALUE		65,408.21

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.

INSTALLMENT NOTE PAYABLE
MODIFIED CASH BASIS
AS OF DECEMBER 31, 2001

DELL FINANCIAL SERVICES	1,757.57	
LESS CURRENT PAYMENTS	-1,606.93	
BALANCE		150.64
TOTAL		150.64

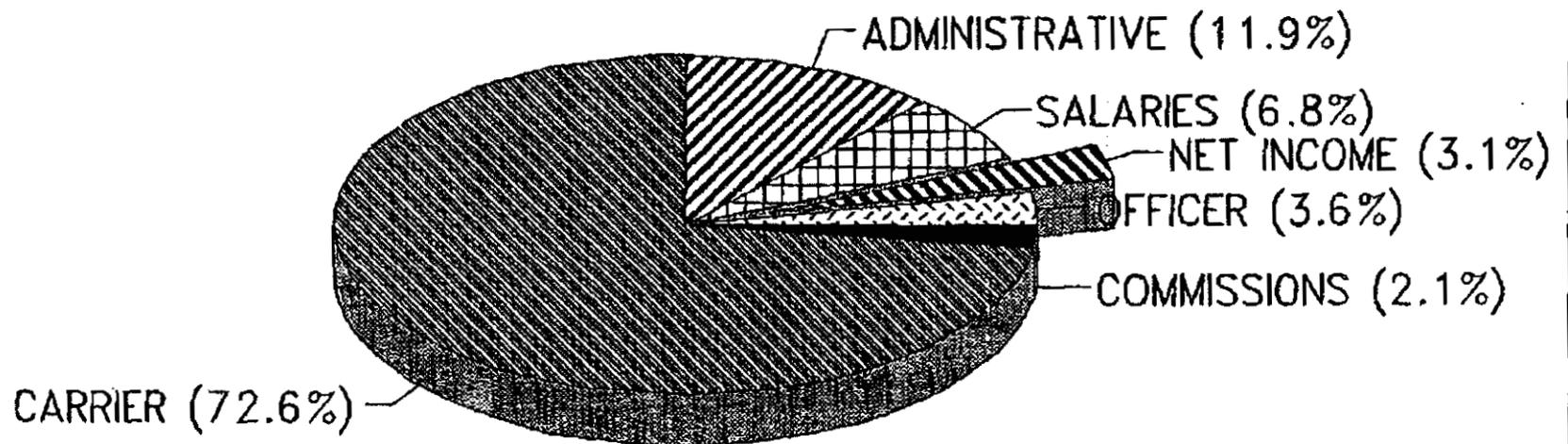
UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

COMPARATIVE STATEMENT OF REVENUES AND EXPENSES

INCLUDING

SUPPLEMENTARY SCHEDULES

CMC TELECOM, INC.
FOR THE YEAR ENDING DECEMBER 31, 2001



PERCENTAGE OF SALES: \$9,359,550.10

CMC TELECOM, INC.

COMPARATIVE STATEMENT OF REVENUES AND EXPENSES
 MODIFIED CASH BASIS
 FOR THE YEARS ENDED
 DECEMBER 31, 2001 AND 2000

	2001	%	2000	%
SALES	9,359,550.10	100.0	9,687,644.36	100.0
DIRECT COSTS				
TELEPHONE CARRIER	6,791,432.39	72.6	6,172,446.82	71.0
COMMISSIONS	198,431.95	2.1	279,548.22	3.2
CELLULAR TELEPHONES	625.39	0.0	18,288.32	0.2
EQUIPMENT EXPENSE				
LEASE	21,697.63	0.2	21,825.38	0.2
MAINTENANCE AND REPAIR	15,557.05	0.2	34,899.68	0.4
TOTAL	7,027,744.41	75.1	6,527,008.42	75.1
GROSS PROFIT	2,331,805.69	24.9	2,160,635.94	24.9
GENERAL OPERATING EXPENSE				
MARKETING AND				
AUTOMOBILE EXPENSE	317,722.69	3.4	189,290.83	2.2
OPERATING AND				
ADMINISTRATIVE EXPENSE	1,642,823.96	17.5	1,431,533.68	16.5
TOTAL	1,960,546.65	20.9	1,620,824.51	18.7
NET OPERATING INCOME	371,259.04	4.0	539,811.43	6.2
OTHER EXPENSE	84,687.92	0.9	53,218.40	0.6
NET INCOME	286,571.12	3.1	486,593.03	5.6

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.

MARKETING AND AUTOMOBILE EXPENSE
 MODIFIED CASH BASIS
 FOR THE YEARS ENDED
 DECEMBER 31, 2001 AND 2000

	2001	%	2000	%
MARKETING	33,027.04	0.3	71,957.89	0.8
TELEPHONE	18,138.32	0.2	22,519.30	0.3
TRAVEL AND LODGING	20,906.24	0.2	8,790.08	0.1
ADVERTISING	215,979.40	2.3	58,063.59	0.7
AUTOMOBILE				
.GAS AND MAINTENANCE	9,155.35	0.1	14,146.03	0.2
.LEASE	17,066.34	0.2	10,363.94	0.1
.DEPRECIATION	3,450.00	0.0	3,450.00	0.0
TOTAL	317,722.69	3.4	189,290.83	2.2

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.

OPERATING AND ADMINISTRATIVE EXPENSE
 MODIFIED CASH BASIS
 FOR THE YEARS ENDED
 DECEMBER 31, 2001 AND 2000

	2001	%	2000	%
SALARIES				
.OFFICER	338,437.34	3.6	413,344.53	4.8
.ADMINISTRATIVE	634,686.39	6.8	438,279.53	5.0
CONTRACT BILLING	205,126.48	2.2	219,379.24	2.5
OFFICE SUPPLIES AND EXPENSE	28,996.70	0.3	31,073.95	0.4
COMPUTER SUPPLIES AND EXPENSE	2,177.02	0.0	1,761.06	0.0
PRINTING AND FORMS	1,170.00	0.0	1,570.00	0.0
OFFICE RENT	106,637.31	1.1	77,172.00	0.9
POSTAGE	22,961.86	0.2	26,284.94	0.3
LICENSES AND PERMITS	13,266.21	0.1	8,089.87	0.1
INSURANCE				
.GENERAL	9,789.25	0.1	7,273.25	0.1
.HEALTH	73,418.28	0.8	39,494.58	0.5
.OFFICER LIFE	3,423.48	0.0	2,396.48	0.0
LEGAL AND ACCOUNTING	57,885.73	0.6	55,016.21	0.6
TAXES				
.PAYROLL	56,542.52	0.6	44,327.15	0.5
.UNEMPLOYMENT	3,239.59	0.0	1,958.14	0.0
.PROPERTY	2,209.83	0.0	2,527.30	0.0
LIGHT, HEAT, WATER	9,795.54	0.1	6,548.57	0.1
JANITORIAL SERVICE	7,716.18	0.1	4,785.35	0.1
SECURITY EXPENSE	2,615.51	0.0	0.00	0.0
PAYROLL PROCESSING	3,033.25	0.0	2,376.50	0.0
DEPRECIATION				
.OFFICE FURNITURE				
AND EQUIPMENT	30,775.70	0.3	9,896.00	0.1
.COMPUTER EQUIPMENT	6,573.60	0.1	21,663.27	0.2
AMORTIZATION				
.LEASEHOLD IMPROVEMENTS	506.67	0.0	377.00	0.0
DUES AND PUBLICATIONS	686.00	0.0	421.00	0.0
DONATIONS	314.90	0.0	200.00	0.0
BANK CHARGES	20,838.62	0.2	15,317.76	0.2
TOTAL	1,642,823.96	17.5	1,431,533.68	16.5

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

CMC TELECOM, INC.
 RETIREMENT AND OTHER EXPENSE
 MODIFIED CASH BASIS
 FOR THE YEARS ENDED
 DECEMBER 31, 2001 AND 2000

	<u>2001</u>	<u>%</u>	<u>2000</u>	<u>%</u>
INTEREST INCOME	-8,331.34	-0.1	-9,382.67	-0.1
RENTAL INCOME	-12,000.00	-0.1	-15,000.00	-0.2
RETIREMENT CONTRIBUTION	45,320.36	0.5	41,964.82	0.5
CONSULTING EXPENSE	27,819.92	0.3	0.00	0.0
SINGLE BUSINESS TAX	29,189.00	0.3	34,460.00	0.4
INTEREST EXPENSE	2,689.98	0.0	1,176.25	0.0
TOTAL - NET EXPENSE	84,687.92	0.9	53,218.40	0.6

UNAUDITED - SEE ACCOUNTANTS' COMPILATION REPORT.

SELECTED INFORMATION

CMC TELECOM, INC.

SELECTED INFORMATION
MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2001

1. THE COMPANY, WITH THE CONSENT OF ITS SHAREHOLDER, HAS ELECTED UNDER THE INTERNAL REVENUE SERVICE CODE TO FILE AS AN S CORPORATION. IN LIEU OF CORPORATION INCOME TAXES, THE SHAREHOLDERS OF AN S CORPORATION ARE TAXED ON THEIR PROPORTIONATE SHARE OF THE COMPANY'S TAXABLE INCOME. THEREFORE, NO PROVISION OR LIABILITY FOR FEDERAL INCOME TAXES HAS BEEN INCLUDED IN THESE FINANCIAL STATEMENTS.
2. DEPRECIATION, WHERE APPLICABLE, HAS BEEN COMPUTED BY A DECLINING BALANCE METHOD OVER THE ESTIMATED USEFUL LIVES OF ASSETS. NEWLY ACQUIRED FIXED ASSETS HAVE BEEN DEPRECIATED FOR FINANCIAL STATEMENT PURPOSES ACCORDING TO THE INTERNAL REVENUE SERVICE GUIDELINES.

SELECTED INFORMATION - SUBSTANTIALLY ALL DISCLOSURES
REQUIRED BY THE MODIFIED CASH BASIS OF ACCOUNTING ARE NOT
INCLUDED.

GENERAL COMMENTS AND STOCK VALUES

CMC TELECOM, INC.

**GENERAL COMMENTS AND STOCK VALUES
MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2001**

CAPITALIZATION

CMC TELECOM, INC. WAS INCORPORATED JULY 27, 1989 IN THE STATE OF MICHIGAN. THE COMPANY WAS AUTHORIZED 50,000 SHARES OF COMMON STOCK WITH NO PAR VALUE. AT PRESENT THERE ARE 1,000 SHARES ISSUED AND OUTSTANDING TOTALING \$1,000.00.

BOOK VALUE PER SHARE

THE BOOK VALUE OF YOUR COMPANY IS ARRIVED AT BY TAKING YOUR TOTAL ASSETS AND SUBTRACTING YOUR TOTAL LIABILITIES. THE DIFFERENCE, STOCKHOLDER'S EQUITY, IS THE BOOK VALUE OF THE COMPANY. DIVIDING STOCKHOLDER'S EQUITY BY THE TOTAL STOCK ISSUED AND OUTSTANDING GIVES US THE BOOK VALUE PER SHARE OF STOCK AS FOLLOWS.

DECEMBER 31, 2001	\$ 28.94	PER SHARE
DECEMBER 31, 2000	\$ 20.80	PER SHARE
DECEMBER 31, 1999	\$ 191.21	PER SHARE

EARNINGS PER SHARE

THE COMPANY'S EARNINGS PER SHARE IS COMPUTED BY DIVIDING THIS PERIOD'S PROFIT BY THE TOTAL NUMBER OF SHARES ISSUED AND OUTSTANDING.

DECEMBER 31, 2001	\$ 286.57	PER SHARE
DECEMBER 31, 2000	\$ 486.59	PER SHARE
DECEMBER 31, 1999	\$ 639.20	PER SHARE

UNAUDITED-SEE ACCOUNTANTS' COMPILATION REPORT.

THE FOLLOWING SCHEDULES WERE PREPARED TO
HIGHLIGHT CERTAIN FINANCIAL ASPECTS OF
THE COMPANY IN GRAPHIC FORM.

