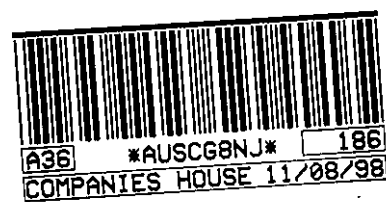


REGISTERED NUMBER: 02665585 (England and Wales)

Abbreviated Financial Statements for the Year Ended 30 November 1997

for

COLSAN MICROELECTRONICS LIMITED



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for the Year Ended 30 November 1997

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COLSAN MICROELECTRONICS LIMITED

Company Information
for the Year Ended 30 November 1997

DIRECTORS:

C Bigland
Mrs S Millward

SECRETARY:

Susan Millward

REGISTERED OFFICE:

2 Heath Road
Twickenham
Middlesex
TW1 4BZ

REGISTERED NUMBER:

02665585 (England and Wales)

AUDITORS:

Hawkins Scott
Chartered Accountants
& Registered Auditors
2 Heath Road
Twickenham
Middlesex
TW1 4BZ

COLSAN MICROELECTRONICS LIMITED

**Report of the Auditors to
Colsan Microelectronics Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30 November 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.



Hawkins Scott
Chartered Accountants
& Registered Auditors
2 Heath Road
Twickenham
Middlesex
TW1 4BZ

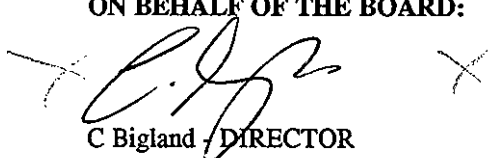
Dated: 16 March 1998

COLSAN MICROELECTRONICS LIMITED**Abbreviated Balance Sheet**
30 November 1997

		30.11.97		30.11.96	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		9,432		9,089
CURRENT ASSETS:					
Stocks		193,812		112,956	
Debtors		282,512		315,006	
Cash at bank		562,362		241,335	
		1,038,686		669,297	
CREDITORS: Amounts falling due within one year		374,992		275,265	
NET CURRENT ASSETS:			663,694		394,032
TOTAL ASSETS LESS CURRENT LIABILITIES:			£673,126		£403,121
CAPITAL AND RESERVES:					
Called up share capital	3		100		100
Profit and loss account			673,026		403,021
Shareholders' funds			£673,126		£403,121

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:


C Bigland / DIRECTOR

Approved by the Board on 13 March 1998

COLSAN MICROELECTRONICS LIMITED

Notes to the Abbreviated Financial Statements **for the Year Ended 30 November 1997**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Equipment & Furniture - 25 % on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 December 1996	17,252
Additions	3,962
Disposals	(1,128)
	<hr/>
At 30 November 1997	20,086
	<hr/>
DEPRECIATION:	
At 1 December 1996	8,162
Charge for year	3,144
Eliminated on disposals	(652)
	<hr/>
At 30 November 1997	10,654
	<hr/>
NET BOOK VALUE:	
At 30 November 1997	9,432
	<hr/>
At 30 November 1996	9,089
	<hr/>

COLSAN MICROELECTRONICS LIMITED

Notes to the Abbreviated Financial Statements for the Year Ended 30 November 1997

3. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	30.11.97	30.11.96
1,000	Ordinary	£1	£ 1,000	£ 1,000
			<u> </u>	<u> </u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.11.97	30.11.96
100	Ordinary	£1	£ 100	£ 100
			<u> </u>	<u> </u>

4. RELATED PARTY DISCLOSURES

Mr C Bigland is a director and controlling shareholder of Colsan (OEM) Ltd. During the year the company made sales to Colsan (OEM) of £59,771 and purchased goods to the value of £112,140. The net inter company balance at the year end was £49,415, due from Colsan (OEM).

Management charges paid by Colsan (OEM) amounted to £26,000 (1996- £174,000).