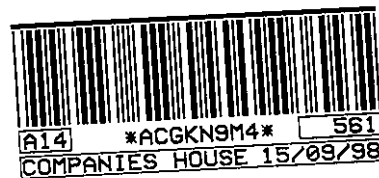


Company number : 513621

SAV UNITED KINGDOM LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 DECEMBER 1997



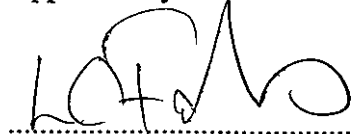
Baker Tilly
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

ABBREVIATED BALANCE SHEET
31 December 1997

	Notes	1997	1996
FIXED ASSETS			
Tangible assets	1	51,945	45,011
CURRENT ASSETS			
Stocks		67,108	572,290
Debtors		352,714	534,866
Cash at bank and in hand		374	195
		<u>420,196</u>	<u>1,107,351</u>
CREDITORS			
Amounts falling due within one year	2	347,759	1,135,547
NET CURRENT ASSETS/(LIABILITIES)			
		<u>72,437</u>	<u>(28,196)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>£ 124,382</u>	<u>£ 16,815</u>
CAPITAL AND RESERVES			
Called up share capital	3	50,000	50,000
Capital redemption reserve		10,345	10,345
Profit and loss account		64,037	(43,530)
SHAREHOLDERS' FUNDS			
		<u>£ 124,382</u>	<u>£ 16,815</u>

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

Approved by the board on 7 July 1998



.....Director

Abbreviated financial statements for the year ended 31 December 1997

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Leasehold properties	over the period of the lease
Fixtures, fittings and equipment	over 4 to 10 years
Motor vehicles	over 4 years

STOCKS

Stocks are valued at the lower of cost and net realisable value. Net realisable value is based upon estimated normal selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items.

DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability will crystallise, at the rate expected to be ruling at that date.

LEASED ASSETS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

The annual rentals on "operating leases" are charged to the profit and loss on a straight line basis over the lease term.

PENSIONS

The pension cost charged in the financial statements represent the contributions payable by the company during the year.

Abbreviated financial statements for the year ended 31 December 1997

ACCOUNTING POLICIES

FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 1997

1. TANGIBLE FIXED ASSETS

	TOTAL
Cost:	
1 January 1997	347,485
Additions	38,790
Disposals	(44,340)
31 December 1997	<u>341,935</u>
Depreciation:	
1 January 1997	302,474
Charge in the year	27,906
Disposals	(40,390)
31 December 1997	<u>289,990</u>
Net book value:	
31 December 1997	£ 51,945
	=====
31 December 1996	£ 45,011
	=====

2. CREDITORS

Amounts falling due within one year:

There is an amount of £34,316 (1996:£259,770) included within other creditors that is secured against the company's trade debtors.

	1997	1996
3. SHARE CAPITAL		
Authorised:		
500,000 ordinary shares of £1 each	£ 500,000	£ 500,000
	=====	=====
Allotted, issued and fully paid:		
50,000 ordinary shares of £1 each	£ 50,000	£ 50,000
	=====	=====

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 1997**

4. CONTINGENT LIABILITIES

The company has provided an indemnity to HM Customs and Excise totalling £10,000 .

5. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £749 (1996 - £8,755).

6. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of SAV Holding (UK) Limited, a company registered in England.

**AUDITORS' REPORT TO SAV UNITED KINGDOM LIMITED UNDER
SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 1 to 5 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered have been properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

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

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 1 to 5 are properly prepared in accordance with those provisions.



BAKER TILLY
Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

8/9/ 1998