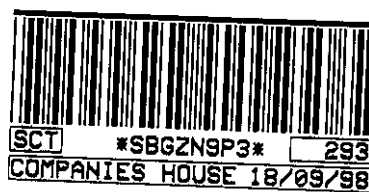


CLUSTAN LIMITED

ABBREVIATED ACCOUNTS

31 DECEMBER 1997



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CLUSTAN LIMITED
ABBREVIATED BALANCE SHEET

31 December 1997

	Note	1997 £	1996 £
FIXED ASSETS			
Tangible Assets	2	116,535	113,085
Investments	3	10,178	15,267
		-----	-----
		126,713	128,352
		-----	-----
CURRENT ASSETS			
Debtors		8,533	10,136
Investments		6,317	6,317
Cash at bank		22,122	98,530
		-----	-----
		36,972	114,983
		-----	-----
CREDITORS			
Amounts falling due within one year		(32,090)	(114,388)
		-----	-----
NET CURRENT ASSETS / (LIABILITIES)		4,882	595
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		131,595	128,947
ACCRUALS AND DEFERRED INCOME		(10,244)	(13,917)
		-----	-----
		121,351	115,030
		-----	-----
CAPITAL AND RESERVES			
Called up share capital	4	1,000	1,000
Profit and loss account		120,351	114,030
		-----	-----
		121,351	115,030
		-----	-----

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of accounts for the year by virtue of section 249A(2), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibility for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

CLUSTAN LIMITED

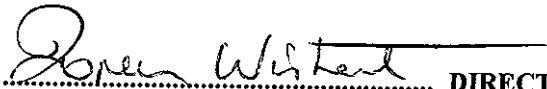
ABBREVIATED BALANCE SHEET

31 December 1997

(Continued)

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies

These accounts were approved by the directors on 21 September 1998 and are signed on their behalf by


..... **DIRECTOR**

The accompanying notes are an integral part of these abbreviated accounts.

CLUSTAN LIMITED

NOTES ON ABBREVIATED ACCOUNTS

31 December 1997

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

(b) Tangible Fixed Assets

Depreciation is calculated to write off the cost of fixed assets in equal annual instalments over their expected useful lives. The annual rates of depreciation are as follows:

Property	2½%
Fixtures and furnishings	10%
Office equipment	20%

(c) Maintenance Income

Income in respect of the unexpired portion of maintenance contracts is carried forward to the following year as deferred income.

(d) Foreign Currency Transactions

Transactions in foreign currency are incorporated in the Profit and Loss Account at the exchange rate ruling at the date of the transaction. Assets held in foreign currencies are incorporated in the Balance Sheet at the exchange rate ruling at the Balance Sheet date. The gain or loss on foreign currency transactions is included in the Profit and Loss Account.

(e) Pension Scheme

The company operates a defined contribution pension scheme. Contributions are charged to the Profit and Loss Account as they become payable in accordance with the rules of the scheme.

CLUSTAN LIMITED

NOTES ON ABBREVIATED ACCOUNTS

31 December 1997

(Continued)

2. TANGIBLE FIXED ASSETS

	1997 £	1996 £
Cost		
Beginning of year	146,482	152,262
Additions	8,698	4,371
Disposals	-	(10,151)
	-----	-----
End of year	155,180	146,482
	-----	-----
Accumulated depreciation		
Beginning of year	33,397	38,724
Charge for year	5,248	4,824
Disposals	-	(10,151)
	-----	-----
End of year	38,645	33,397
	-----	-----
Net book value		
Beginning of year	113,085	113,538
	-----	-----
End of year	116,355	113,085
	-----	-----

3. FIXED ASSET INVESTMENT

	1997 £	1996 £
Cost, beginning of year	15,267	18,350
Disposals	5,089	3,083
	-----	-----
Cost, end of year	10,178	15,267
	-----	-----

The investment consists of redeemable preference shares in Microcentre Limited, a company registered in Scotland.

4. SHARE CAPITAL

	1997 £	1996 £
Authorised		
Ordinary shares of £1 each	1,000	1,000
	-----	-----
Allotted, called up and fully paid		
Ordinary shares of £1 each	1,000	1,000
	-----	-----