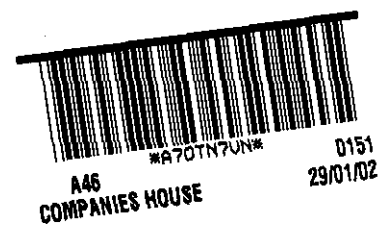


Salford Investments Limited
(formerly West's Dowels and Mouldings Limited)
Abbreviated financial statements
for the year ended 31 March 2001



Salford Investments Limited

Abbreviated financial statements for the year ended 31 March 2001

	Pages
Directors and advisers	1
Directors' report	2 - 3
Auditors' report	4
Abbreviated profit and loss account	5
Abbreviated balance sheet	6
Notes to the abbreviated financial statements	7 - 12

Directors and advisers

Directors

JAL Tolland
EG Lynch

Secretary

C Walsh

Registered office

South Langworthy Road
Salford
M5 2PX

Solicitors

L'Estrange & Brett
Arnott House
16/19 Bridge Street
Belfast
BT1 1SL

Bankers

National Westminster Bank plc
PO Box 305
Spring Gardens
Manchester
M60 2DB

Registered auditors

PricewaterhouseCoopers
Waterfront Plaza
8 Laganbank Road
Belfast
BT1 3LR

Directors' report for the year ended 31 March 2001

The directors present their report and the audited financial statements for the year ended 31 March 2001.

Change of name

Since the year end the company has changed its name from West's Dowels and Mouldings Limited to Salford Investments Limited.

Principal activities

The principal activities of the company during the period were those of manufacturing and distribution of wooden dowels, mouldings and broomhandles, timber merchanting and importing.

Review of business and future developments

Business during the period remained highly competitive. The directors consider the performance of the company during the year to have been satisfactory.

Results and dividends

The profit and loss account is set out is shown on page 5. The directors do not recommend a final dividend.

Directors and their interests

The directors of the company at the date of this report are shown on page 1. WT Hughes, WA Gunn and A Adams resigned on 30 April 2001. JAL Tolland and EG Lynch were appointed on during the year.

None of the directors who held office at the end of the financial period had an interest in the shares of the company. The interests of the directors in the share capital of the ultimate holding company are disclosed in the directors' report of that company.

Introduction of the euro

We are aware of the implications of the introduction of the euro for our information systems. It is not anticipated that significant expenditure will be incurred in relation to systems modifications.

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that give a true and fair view of the

state of affairs and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

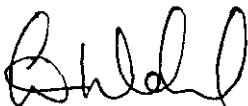
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

PricewaterhouseCoopers have indicated their willingness to continue in office, and a resolution concerning their re-appointment will be proposed at the Annual General Meeting.

By order of the Board



C Walsh
Secretary
20 December 2001

**Report of the auditors to the directors of Salford Investments Limited
(formerly West's Dowels and Mouldings Limited) under Section 247B
of the Companies Act 1985**

We have examined the abbreviated financial statements on pages 5 to 12 together with the annual financial statements of West's Dowels and Mouldings Limited for the year ended 31 March 2001.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985 and whether the abbreviated financial statements are properly prepared in accordance with that provision 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 annual financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements are properly prepared from those financial statements. 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 annual financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246A(3) of the Companies Act 1985 and the abbreviated financial statements to be delivered are properly prepared in accordance with those provisions.



PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
Belfast
20 December 2001

**Abbreviated profit and loss account
for the year ended 31 March 2001**

	Notes	12 months to 31 March 2001 £	15 months to 31 March 2000 £
Gross profit		1,053,773	1,846,671
Distribution costs		(761,542)	(1,074,990)
Administrative expenses		(268,600)	(345,786)
Other operating income		62,400	78,000
Operating profit	2	86,031	503,895
Interest payable	5	(192,623)	(133,951)
(Loss)/profit on ordinary activities before taxation		(106,592)	369,944
Tax credit/(charge)	6	29,711	(112,287)
(Loss)/retained profit for the period	14	(76,881)	257,657

All amounts above relate to continuing operations of the company.

The company has no recognised gains and losses other than those included in the results above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the loss on ordinary activities before taxation and the loss for the period stated above, and their historical cost equivalents.

Abbreviated balance sheet as at 31 March 2001

	Notes	2001 £	2000 £
Fixed assets			
Tangible assets	7	626,420	743,007
Current assets			
Stocks	8	1,251,021	1,858,629
Debtors	9	1,567,147	1,495,539
Cash at bank and in hand		1,505	1,500
		2,819,673	3,355,668
Creditors: amounts falling due within one year	10	(3,294,233)	(2,340,223)
Net current (liabilities)/assets		(474,560)	1,015,445
Total assets less current liabilities		151,860	1,758,452
Creditors: amounts falling due after more than one year	11	-	(1,500,000)
Provisions for liabilities and charges	12	-	(29,711)
Net assets		151,860	228,741
Capital and reserves			
Called up share capital	13	980	980
Profit and loss account	14	150,880	227,761
Equity shareholders' funds	15	151,860	228,741

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.



JAL Tolland

Director

20 December 2001

Notes to the abbreviated financial statements for the year ended 31 March 2001

1 Accounting policies

These financial statements are prepared under the historical cost convention, and in accordance with applicable accounting standards. The significant accounting policies adopted are set out below. The directors consider that these accounting policies are suitable, have been consistently applied and are supported by reasonable and prudent judgements and estimates.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition. Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rates used are as follows:

	%
Freehold land	-
Buildings	3
Plant and machinery	15
Commercial vehicles	20
Display equipment	25
Cars and internal transport	25

Stocks and work in progress

Stocks are stated at the lower of cost and net realisable value. Cost is direct cost of materials plus freight and where appropriate includes a proportion of overhead expenses.

Turnover

Turnover represents the invoiced value of goods supplied during the year excluding value added tax.

Deferred taxation

Provision is made for deferred taxation, using the liability method, on all material timing differences to the extent that it is probable that a liability or asset will crystallise.

Leased assets

Rentals under operating leases are charged to revenue as incurred.

Pension costs

The company is a member of the RK Timber Limited Group Pension and Life Assurance Scheme. Contributions to the scheme are made by both employees and the company as fixed by independent actuaries. The contributions are based on pension costs across the group as a whole. The cost of these are charged against profits on systematic basis over the service lives of the employees.

Cash flow statement

The company is exempt from the requirements to prepare a statement under Financial Reporting Standard 1 "Cash Flow Statements".

2 Operating profit

	12 months to 31 March 2001 £	15 months to 31 March 2000 £
This is stated after charging/(crediting)		
Operating leases		
– plant and vehicles	158,700	242,822
Depreciation	142,618	128,957
Group rents received	(62,400)	(78,000)
Profit on sale of fixed assets	-	(1,700)
Auditors' remuneration	15,000	9,750

3 Employee information

	12 months to 31 March 2001 £	15 months to 31 March 2000 £
Staff costs		
Wages and salaries	1,254,374	1,523,944
Social security costs	74,532	106,323
Other pension costs	34,554	64,809
	1,363,460	1,695,076

	Number	Number
Average monthly number of persons employed by the company (including directors) during the period by activity:		
Production	35	42
Distribution	26	21
Administration	10	11
	71	74

4 Directors' emoluments

	12 months to 31 March 2001 £	15 months to 31 March 2000 £
Aggregate emoluments	78,130	113,252

Retirement benefits are accruing to no (2000 – three) directors under defined benefit schemes.

5 Interest payable and similar charges

	12 months to 31 March 2001 £	15 months to 31 March 2000 £
Bank interest payable	192,623	48,564
Group interest	-	85,387
	192,623	133,951

6 Tax credit/(charge)

	12 months to 31 March 2001 £	15 months to 31 March 2000 £
Taxation credit/(charge) on profit for the period		
UK corporation tax at 30% (2000 – 30%)		
Group relief	-	(104,004)
Deferred tax	29,711	(8,162)
Prior periods:		
Corporation tax	-	35,244
Deferred tax	-	(35,365)
	29,711	(112,287)

7 Tangible fixed assets

	Freehold land and buildings £	Plant, equipment and vehicles £	Total £
Cost			
At 1 April 2000	681,072	1,131,155	1,812,227
Additions	-	26,031	26,031
At 31 March 2001	681,072	1,157,186	1,838,258
Depreciation			
At 1 April 2000	247,434	821,786	1,069,220
Charge for the period	24,110	118,508	142,618
At 31 March 2001	271,544	940,294	1,211,838
Net book value			
At 31 March 2001	409,528	216,892	626,420
At 31 March 2000	433,638	309,369	743,007

8 Stocks

The stock consists wholly of goods for resale.

9 Debtors

	2001 £	2000 £
Trade debtors	1,530,179	1,452,853
Amounts owed by group undertakings	9,809	16,492
Prepayments and accrued income	27,159	26,194
	1,567,147	1,495,539

10 Creditors: amounts falling due within one year

	2001 £	2000 £
Bank overdraft	1,081,549	1,235,266
Trade creditors	492,773	505,610
Amounts owed to group undertakings	1,343,333	324,378
Group relief payable	109,314	104,004
Other taxes and social security costs	87,634	58,303
Accruals	179,630	112,662
	3,294,233	2,340,223

11 Creditors: amounts falling due after more than one year

	2001 £	2000 £
Amounts owed to group undertakings	-	1,500,000

12 Provisions for liabilities and charges

	£
Deferred taxation	
Balance at 1 April 2000	29,711
Credited to profit and loss account	(29,711)
At 31 March 2001	-

	Provided for 2001 £	Provided for 2000 £	Not provided for 2001 £	Not provided for 2000 £
Deferred taxation				
Accelerated capital allowances	-	29,711	(11,303)	-
Other	-	-	(873)	-
	-	29,711	(12,176)	-

13 Called up share capital

	2001 £	2000 £
Authorised		
1,000 ordinary shares of £1 each	1,000	1,000
Allotted and fully paid		
980 ordinary shares of £1 each	980	980

14 Profit and loss account

	£
Balance at 1 April 2000	227,761
Loss for the period	(76,881)
Balance at 31 March 2001	150,880

15 Reconciliation of movements in shareholders' funds

	2001 £	2000 £
(Loss)/profit for the financial year	(76,881)	257,657
Opening shareholders' funds	228,741	(28,916)
Closing shareholders' funds	151,860	228,741

16 Contingent liabilities

The overdrafts of the company and the bank loans of R K Timber Limited are secured by a debenture on all assets and property of the company and cross company guarantees.

Amounts owed to J P Corry Group Limited and its subsidiaries are subordinated to amounts owed to the company's bankers.

17 Future capital commitments

	2001 £	2000 £
Capital expenditure		
Contracted for but not provided in the financial statements	Nil	Nil

18 Financial commitments

At 31 March 2001 the company had annual commitments under non-cancellable operating leases expiring as follows:

	2001	2000
	£	£
Plant and vehicles		
Within one year	10,458	11,240
Within two to five years	174,667	13,780
	185,125	25,020

19 Pension commitments

The group scheme is a funded, defined benefit pension scheme providing benefits based on final pensionable salary. The assets of the scheme are held in an independent trust. An independent actuarial valuation was carried out on 6 April 2000 which disclosed that the scheme was in excess of funding.

Particulars of the actuarial valuation of the Group scheme are disclosed in the financial statements of RK Timber Limited.

20 Related party disclosures

The company has taken advantage of the exemption in Financial Reporting Standard 8 and has not disclosed related party transactions between group companies.

21 Ultimate holding party

The ultimate holding company is JP Corry Group Limited, a company registered in Northern Ireland.

The immediate holding company is RK Timber Limited, a company incorporated in England and Wales.