CERTIFICATION AND TIMBER GRADING LIMITED

DIRECTORS REPORT

The Director presents his report to the members, together with the annual accounts for the year ended 31st March, 2000.

Principal Activity

The principal activity of the Company which is unchanged since last year, is assessment and examination regarding the grading of timber.

Director

The Director of the Company throughout the year and his interest in the Ordinary Share Capital was:-

	At 31.3.2000	At 31.3.99
G.I. Sharples	151 Shares of £1	1 Share of £1

Audit Exemption

The Company has decided not to appoint auditors. Under the provisions of the Act, the Director has appointed Reporting Accountants whose report is shown on page 2 of the accounts.

The Directors Report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Director on ..27/1/01.. and signed

..... (Signed) Glenn Irving Sharples (Director)

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A37 0669
COMPANIES HOUSE 30/01/01

ACCOUNTANTS REPORT

TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF

CERTIFICATION AND TIMBER GRADING LIMITED

We report on the accounts for the year ended 31st March, 2000 set out on pages 3 to 5.

Respective responsibilities of directors and reporting accountant
As described on page 5 the company's director is responsible for the preparation of the accounts, and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion
Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion :-

(a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;

(b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the accounts have been drawn up in a manner consistent with the provisions specified in Section 249C(6) of the Act; and

(ii) the company satisfied the requirements for the exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1) (a) to (f).

RAMSDEN ARMITAGE & CO.
CHARTERED CERTIFIED ACCOUNTANTS
REPORTING ACCOUNTANTS
18 SKIPTON STREET
MORECAMBE.

Dated 25/1/01

CERTIFICATION AND TIMBER GRADING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2000.

1. Accounting Policies

Cash Flow Statement. The Company qualifies as a small company under the Companies Act 1985. The Directors have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

2. Directors Remuneration

	Year to 31.3.2000	Year to 31.3.1999
Director's Emolument	-	-

3. Taxation

	As at 31.3.2000	As at 31.3.99
Value Added Tax	327	344
Corporation Tax	34	-
	361	344

4. Director's Current Account

This carries a nil rate of interest and is repayable on demand.

5. Called-up Share Capital

	As at 31.3.00	As at 31.3.99
Authorised - £1000 Ordinary Shares of £1 each	£1,000	£1,000
Allotted, called-up and fully paid Ordinary Shares of £1 each	£152	£2

CERTIFICATION AND TIMBER GRADING LIMITED, 1 GAINSBOROUGH AVENUE, MORECAMBE.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2000.

Year to 31.3.99					
7483	TURNOVER			11,741	4
9786	DEDUCT Assessors and Examination Fees etc.			4,000	1
(2303)	TRADING PROFIT/(LOSS)			7,741	2
	LESS ADMINISTRATIVE EXPENSES				
851	Postage, Stationery and Advertising	647	11		
327	Telephone	430	94		
625	Accountancy	510	00		
50	Sundry Expenses	25	00		
163	Subscriptions and Fees	756	71		
2664 648	Secretarial Services	147	50	2,517	2(
(4967)	OPERATING PROFIT/(LOSS)			5,223	9
43	LESS Interest Payable			42	8
(5010)	PROFIT/(LOSS) FOR THE YEAR			5,181	1
-	DEDUCT Corporation Tax due for the year			34	2(
(5010)	RETAINED PROFIT/(LOSS) FOR THE YEAR			5,146	91
2903	BALANCE BROUGHT FORWARD AT 1ST APRIL, 1999			(2,107	3(
(2107)	BALANCE CARRIED FORWARD AT 31ST MARCH, 2000			£3,039	5

CERTIFICATION AND TIMBER GRADING LIMITED 1 GAINSBOROUGH AVENUE, MORECAMBE.

BALANCE SHEET AS AT 31ST MARCH, 2000.

As at 31.3.99									
		CURRENT ASSETS							
3250		Trade Detors				7,988	59		
-		Cash at Bank				932	82		
68		Cash in Hand				68	65		
3318						8,990	06		
		LESS CREDITORS : Amount due within one year							
	125	Trade Creditors		3,463	87				
	344	Taxation		361	17				
		Directors' Loan Accounts							
	1589	G.I. Sharpels	1,673.47						
	4092 2503	J.C. Coulson	-	1,673	47				
	450	Accruals		450	00				
(2015) 5423	412	Bank Overdraft		-	-	5,948	51	3,041	55
(2105)		NET CURRENT ASSETS/(LIABILITIES)						£3,041	55
		CAPITAL RESERVCES							
2		Called-up Share Capital						2	00
(2107)		Profit and Loss Account						3,039	55
(2105)								£3,041	55

Directors Statement

The Director considers that the company is entitled to exemption from the requirements to have an audit under the provisions of Section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice under Section 249B(2) requiring an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair veiw of the state of affairs of the company as at the end of the financial year and of its profit (or loss) for the year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the Company.

Approved on 27.1.01

..... (Director)

..... (Secretary)