

SALMON DEVELOPMENTS PLC

FINANCIAL STATEMENTS

31 DECEMBER 2000



bh Bessler Hendrie
Chartered Accountants

River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

SALMON DEVELOPMENTS PLC

DIRECTORS AND OFFICERS

DIRECTORS

C P Oliver
D R J Baird
D J Stewart
R F Henderson
S K Kuntze
R A Martin

SECRETARY

D W Waddington

REGISTERED OFFICE

46 Mount Street
London W1Y 6HH

AUDITORS

Bessler Hendrie
Chartered Accountants
River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

SALMON DEVELOPMENTS PLC**DIRECTORS' REPORT**

The directors submit their report and the financial statements of the Group for the year ended 31 December 2000.

PRINCIPAL ACTIVITIES

The Group carries on business as property developers and dealers.

REVIEW OF THE BUSINESS

The directors are satisfied with the continued level of business and profitability of its associated company Salmon Harvester Properties Limited and its subsidiary companies.

RESULTS AND DIVIDENDS

The trading profit for the year after taxation was £2,907,071 (1999: £3,094,269).

The directors do not recommend the payment of a final dividend on the ordinary shares. Dividends totalling £1,500,000 were paid to preference and ordinary shareholders in the year. The retained profit of £1,407,071 was transferred to reserves.

DIRECTORS

The following directors have held office since 1 January 2000:-

C P Oliver
D R J Baird
D J Stewart
R F Henderson
S K Kuntze
R A Martin

D W Waddington is considered to be a shadow director under Section 741(2) of the Companies Act 1985.

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including beneficial interests, were as follows:-

	Share Category	31 December 2000	1 January 2000
C P Oliver	'A' Preference	25,000	25,000
	'A' Ordinary	350	350
D R J Baird	'B' Preference	25,000	25,000
	'B' Ordinary	380	380
D J Stewart	'C' Ordinary	220	220
R F Henderson	'D' Ordinary	50	50

SALMON DEVELOPMENTS PLC

DIRECTORS' REPORT (continued)

POLITICAL AND CHARITABLE CONTRIBUTIONS

The group made £1,943 of charitable donations during the year.

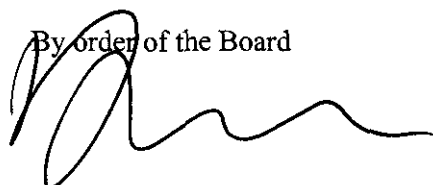
CREDITORS PAYMENT POLICY

Trade creditors are settled in accordance with their agreed payment terms.

AUDITORS

A resolution to re-appoint Bessler Hendrie, Chartered Accountants, who were appointed during the year, will be put to the members at the Annual General Meeting.

By order of the Board

A handwritten signature in black ink, appearing to be 'D W Waddington', written over the text 'By order of the Board'.

D W Waddington

Secretary

11 April 2001

SALMON DEVELOPMENTS PLC**DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF
FINANCIAL STATEMENTS**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of 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.

SALMON DEVELOPMENTS PLC**AUDITORS' REPORT TO THE MEMBERS OF
SALMON DEVELOPMENTS PLC**

We have audited the financial statements on pages 6 to 19.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 4 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

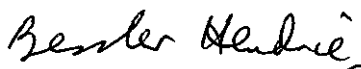
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion, the financial statements give a true and fair view of the state of affairs of the company and the group at 31 December 2000 and of the profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Registered Auditor
Chartered Accountants
River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

12 AmX 2001

SALMON DEVELOPMENTS PLC

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31 December 2000

	Notes	2000	1999
TURNOVER		27,600,709	39,498,718
Less: Share of associate		<u>(26,258,476)</u>	<u>(33,374,927)</u>
GROUP TURNOVER		1,342,233	6,123,791
Cost of sales		<u>(794,537)</u>	<u>(4,546,082)</u>
GROSS PROFIT		547,696	1,577,709
Other operating income	2	<u>792,631</u>	<u>710,757</u>
		1,340,327	2,288,466
Administrative expenses		<u>(2,477,530)</u>	<u>(2,612,561)</u>
OPERATING (LOSS)	3	(1,137,203)	(324,095)
Share of associate's operating profit		5,696,356	4,951,012
Interest receivable	4	264,381	160,507
Interest payable	5	<u>(10,271)</u>	<u>(46,626)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4,813,263	4,740,798
Taxation	7	<u>(1,906,192)</u>	<u>(1,646,529)</u>
PROFIT FOR THE FINANCIAL YEAR		2,907,071	3,094,269
Dividends	8	<u>(1,500,000)</u>	<u>(1,697,632)</u>
RETAINED PROFIT FOR THE YEAR	9, 18	£ 1,407,071	£ 1,396,637

The Group has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the Group are classed as continuing.

SALMON DEVELOPMENTS PLC

CONSOLIDATED BALANCE SHEET

31 December 2000

	Notes	2000	1999
FIXED ASSETS			
Intangible assets	10	-	-
Tangible assets	11	15,407	18,133
Investments	12	3,051,513	3,178,184
		<u>3,066,920</u>	<u>3,196,317</u>
CURRENT ASSETS			
Work in progress	13	196,551	692,547
Debtors	14	3,857,965	948,649
Cash at bank		1,215,621	1,793,514
		<u>5,270,137</u>	<u>3,434,710</u>
CREDITORS			
Amounts falling due within one year	15	1,203,657	904,698
NET CURRENT ASSETS			
		<u>4,066,480</u>	<u>2,530,012</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>£ 7,133,400</u>	<u>£ 5,726,329</u>
CAPITAL AND RESERVES			
Called up share capital	17	13,500	13,500
Profit and loss account	18	6,943,651	5,536,580
Revaluation reserve	19	176,249	176,249
SHAREHOLDERS' FUNDS			
	23	<u>£ 7,133,400</u>	<u>£ 5,726,329</u>

Approved by the Board on 11 April 2001

 Director
C P Oliver

 Director
D R J Baird


SALMON DEVELOPMENTS PLC

BALANCE SHEET

31 December 2000

	Notes	2000	1999
FIXED ASSETS			
Tangible assets	11	15,407	18,133
Investments	12	3,152,553	3,402,553
		<u>3,167,960</u>	<u>3,420,686</u>
CURRENT ASSETS			
Debtors	14	3,474,664	1,426,833
Cash at bank		1,073,444	1,430,311
		<u>4,548,108</u>	<u>2,857,144</u>
CREDITORS			
Amounts falling due within one year	15	1,457,871	1,168,870
		<u>1,457,871</u>	<u>1,168,870</u>
NET CURRENT ASSETS			
		<u>3,090,237</u>	<u>1,688,274</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>£ 6,258,197</u>	<u>£ 5,108,960</u>
CAPITAL AND RESERVES			
Called up share capital	17	13,500	13,500
Profit and loss account	18	6,068,448	4,919,211
Revaluation reserve	19	176,249	176,249
		<u>6,258,197</u>	<u>5,108,960</u>
SHAREHOLDERS' FUNDS			
		<u>£ 6,258,197</u>	<u>£ 5,108,960</u>

Approved by the Board on 11 April 2001


 Director
 C P Oliver


 Director
 D R J Baird

SALMON DEVELOPMENTS PLC

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2000

	Notes	2000	1999
NET CASH INFLOW FROM OPERATING ACTIVITIES	21	(1,277,840)	86,180
Income received from associate		2,269,063	3,731,487
RETURNS ON INVESTMENT AND SERVICING OF FINANCE			
Interest received	141,646	88,243	
Interest paid	(97)	(76)	
Dividend Paid	(1,500,000)	(1,697,632)	
NET CASH OUTFLOW FROM RETURNS ON INVESTMENT AND SERVICING OF FINANCE		(1,358,451)	(1,609,465)
TAXATION		(455,658)	(538,297)
CAPITAL EXPENDITURE			
Payments to acquire fixed assets		(5,007)	(6,795)
ACQUISITIONS AND DISPOSALS			
Loan from/(to) associate		250,000	(552,344)
NET CASH INFLOW BEFORE FINANCING		(577,893)	1,110,766
FINANCING		-	-
NET (DECREASE)/INCREASE IN CASH		£ (577,893)	£ 1,110,766

ANALYSIS OF NET DEBT

	1 January 2000	Cashflow	31 December 2000
Cash in hand	1,793,514	(577,893)	1,215,621
Debt due within one year	-	-	-
	£ 1,793,514	£ (577,893)	£ 1,215,621

SALMON DEVELOPMENTS PLC**Financial statements for the year ended 31 December 2000****ACCOUNTING POLICIES**

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of a fixed asset investment, and comply with all applicable accounting standards.

BASIS OF CONSOLIDATION

The group financial statements comprise a consolidation of the financial statements of the holding company and its subsidiary undertakings (subsidiaries) for the year ended 31 December 2000.

An associated undertaking (associate) is included in the group financial statements on the equity accounting basis.

In accordance with Section 230 of the Companies Act 1985, the company has elected not to present its own profit and loss account.

TURNOVER

Turnover represents the invoiced value of goods and services supplied and the value of long term contract work done, and is stated exclusive of VAT.

LONG TERM CONTRACTS

Turnover on long-term contracts is recognised according to the nature of the contract and the stage reached in the contract by reference to the value of work done. A prudent estimate of the profit attributable to work completed is recognised once the outcome of the contract can be assessed with reasonable certainty. Work in progress is stated at the lower of cost and net realisable value. The costs on development projects not yet taken to the profit and loss account, less foreseeable losses and payments on account, are shown in work in progress.

INTANGIBLE FIXED ASSETS

This represents goodwill arising upon the acquisition of subsidiaries. It has been amortised to the profit and loss account over its estimated useful life, in accordance with the provisions of FRS 10. In the opinion of the directors the goodwill arising in the year has no useful life and has been written off in the year.

DEPRECIATION

This is calculated so as to write off the cost of the relevant tangible fixed assets over their expected useful lives, at the following annual rates:

Office equipment	-	25%
Computer equipment	-	33.3%

CAPITAL INSTRUMENTS

Capital instruments are accounted for in accordance with the principles of FRS4 and are classified as equity share capital, non equity share capital or debt, as appropriate.

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000
1. TURNOVER AND LOSS ON ORDINARY
ACTIVITIES BEFORE TAXATION

The turnover and profit before tax is attributable to the one principal activity of the company.

	2000	1999
2. OTHER OPERATING INCOME		
Rent	42,631	10,397
Other	750,000	700,360
	<u>£ 792,631</u>	<u>£ 710,757</u>
3. OPERATING PROFIT		
The operating profit is stated after charging:		
Auditors' remuneration	14,375	16,511
Depreciation and other amounts written off tangible fixed assets	7,733	5,563
Goodwill written off	7,947	63,419
Operating lease charges:		
Equipment	5,624	5,955
Other	45,000	45,000
	<u>141,646</u>	<u>88,243</u>
4. INTEREST RECEIVABLE		
Bank interest	140,063	88,243
Other interest	1,583	-
	<u>141,646</u>	<u>88,243</u>
Share of associate	122,735	72,264
	<u>£ 264,381</u>	<u>£ 160,507</u>
5. INTEREST PAYABLE		
Loans and bank overdraft wholly repayable within five years	97	76
Other	-	-
	<u>97</u>	<u>76</u>
Share of associate	10,174	46,550
	<u>£ 10,271</u>	<u>£ 46,626</u>

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000
6. EMPLOYEES

The average weekly number of persons (including directors) employed by the company during the year was:

	2000 No	1999 No
Management	8	8
Administration	10	8
	18	16

Staff costs for the above persons:

Wages and salaries	1,023,377	1,076,460
Social security costs	115,610	121,506
	£ 1,138,987	£ 1,197,966

DIRECTORS' REMUNERATION

Emoluments	576,705	722,539
Money purchase pension contributions	92,000	82,400
	£ 668,705	£ 804,939

One director had retirement benefits accruing under a money purchase scheme (1999: one)

Highest paid director	247,757	247,232
Money purchase pension contributions	-	-
	£ 247,757	£ 247,232

In addition to the emoluments shown above two (1999: three) of the directors received management fees totalling £912,602 (1999: £960,937) in companies under their control (see Note 20).

7. TAXATION

Based on the profit for the year:

UK Corporation tax payable at 30% (1999 30/31%)	667,494	537,841
(Over)/underprovided in earlier years	(2,823)	(16,642)
Share of associate	1,241,521	1,125,330
	£ 1,906,192	£ 1,646,529

A matter affecting the level of the tax charge is explained in Note 16.

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

	2000	1999	
8. DIVIDENDS			
Non equity shares:			
Ordinary dividends paid	1,500,000	1,214,286	
Preference dividends paid	-	483,346	
	<u>£ 1,500,000</u>	<u>£ 1,697,632</u>	
9. PROFIT FOR THE FINANCIAL YEAR			
This is dealt with in the accounts of:			
Holding company	1,149,237	886,813	
Subsidiaries	134,505	389,915	
Associate	<u>123,329</u>	<u>119,909</u>	
	<u>£ 1,407,071</u>	<u>£ 1,396,637</u>	
10. INTANGIBLE ASSETS			
Goodwill			
1 January 2000			
Additions	7,947	63,419	
Amortisation	<u>(7,947)</u>	<u>(63,419)</u>	
31 December 2000	<u>£ -</u>	<u>£ -</u>	
11. TANGIBLE ASSETS			
Group and company			
	Office equipment	Computer equipment	Total
Cost:			
1 January 2000	38,054	40,097	78,151
Additions	<u>1,182</u>	<u>3,825</u>	<u>5,007</u>
31 December 2000	<u>39,236</u>	<u>43,922</u>	<u>83,158</u>
Depreciation			
1 January 2000	28,227	31,791	60,018
Charged in year	<u>3,061</u>	<u>4,672</u>	<u>7,733</u>
31 December 2000	<u>31,288</u>	<u>36,463</u>	<u>67,751</u>
Net book values:			
31 December 2000	<u>7,948</u>	<u>7,459</u>	<u>£ 15,407</u>
31 December 1999	9,827	8,306	£ 18,133

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

12. INVESTMENTS

	Shares in associate £	Loan to associate £	Share of profit of associate £	Total £
Group				
1 January 2000	2,000,000	1,050,000	128,184	3,178,184
Additions	-	-	123,329	123,329
Disposals	-	(250,000)	-	(250,000)
31 December 2000	2,000,000	800,000	251,513	3,051,513

	Shares in subsidiaries £	Shares in associate £	Loans to subsidiary £	Loans to associate £	Total £
Company					
1 January 2000	53	2,000,000	352,500	1,050,000	3,402,553
Additions	1	-	-	-	1
Disposals	-	-	-	(250,000)	(250,000)
Write down	(1)	-	-	-	(1)
31 December 2000	53	2,000,000	352,500	800,000	3,152,553

The subsidiaries and associate, all of which are registered in England, are as follows:

Name	Percentage shareholding %	Activity
Salmon Harvester Properties Limited	50	Property developer
Salmon Investments and Developments Limited	100	Property developer
SD Marston Ltd	100	Group Services
Salcim Limited	100	Non-trader

	2000	1999
Group share of associate's fixed assets	£ 162	£ -
Group share of associate's current assets	£ 26,925,092	£ 23,482,726
Group share of associate's liabilities falling due:		
- within one year	£ 24,273,900	£ 20,954,542
- after more than one year	£ 400,000	£ 400,000

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

	2000		1999	
	Group	Company	Group	Company
13 STOCKS				
Work in progress	£ 196,551	£ -	£ 692,547	£ -
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
14. DEBTORS				
Trade debtors	43,039	16,989	139,093	134,634
Amounts due from subsidiary	-	543,762	-	531,319
Amounts owed from associated company	2,887,722	2,887,722	712,719	712,719
Other debtors	908,282	8,282	57,457	14,450
Other taxes	1,013	-	5,669	-
Prepayments and accrued income	17,909	17,909	33,711	33,711
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	£ 3,857,965	£ 3,474,664	£ 948,649	£ 1,426,833
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Other debtors includes £nil (1998: £10,000) which is due after more than one year of the balance sheet date.

	2000		1999	
	Group	Company	Group	Company
15. CREDITORS				
Trade creditors	31,638	13,055	10,513	9,601
Amounts owed to subsidiaries	-	320,003	-	319,623
Social security and other taxes	58,897	58,897	237,443	237,443
Other creditors	-	-	60	60
Accruals	566,268	525,983	318,841	271,005
Corporation tax	546,854	539,933	337,841	331,138
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	£ 1,203,657	£ 1,457,871	£ 904,698	£ 1,168,870
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000
16. CONTINGENCIES

Additional consideration, up to a maximum of £888,634 is potentially payable by the company to the previous owner of a subsidiary, the level of which is dependent upon the future taxable profits generated by the subsidiary.

17. SHARE CAPITAL

	2000	1999
Authorised and allotted		
25,000 'A' Cumulative preference shares of £1 each	25,000	25,000
25,000 'B' Cumulative preference shares of £1 each	25,000	25,000
350 'A' Ordinary shares of £2 each	350	350
380 'B' Ordinary shares of £1 each	380	380
220 'C' Ordinary shares of £1 each	220	220
50 'D' Ordinary shares of £1 each	50	50
	<u>£ 51,000</u>	<u>£ 51,000</u>
Issued:		
25,000 'A' Cumulative preference shares of £1 each, 25p paid	6,250	6,250
25,000 'B' Cumulative preference shares of £1 each, 25p paid	6,250	6,250
350 'A' Ordinary shares of £1 each	350	350
380 'B' Ordinary shares of £1 each	380	380
220 'C' Ordinary shares of £1 each	220	220
50 'D' Ordinary shares of £1 each	50	50
	<u>£ 13,500</u>	<u>£ 13,500</u>

Non equity shares

The interests of the preference shareholders have been classified as non equity. Their rights include entitlement to receive profits realised on certain of the group's developments as defined in the Articles of Association. To the extent that such profits are available for distribution, but remain retained within the company, the preference shareholders are entitled to 8% of such amounts. Except in restricted circumstances, the shares do not carry an entitlement to vote at a general meeting.

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000
18. PROFIT AND LOSS ACCOUNT

	Group	Company
1 January 2000	5,536,580	4,919,211
Profit for the year	1,407,071	1,149,237
	<hr/>	<hr/>
31 December 2000	£ 6,943,651	£ 6,068,448
	<hr/>	<hr/>
	2000	1999

19. REVALUATION RESERVE

1 January 2000 and 31 December 2000	£ 176,249	£ 176,249
	<hr/>	<hr/>

20. RELATED PARTY TRANSACTIONS

The group and the company has taken advantage of the exemptions provided by Financial Reporting Standard 8 and has not reported transactions and balances with other group companies that are eliminated upon consolidation. During the year, Salmon Developments Plc entered into the following transactions with its associated undertaking Salmon Harvester Properties Limited:

	2000	1999
	£	£
Project management fees earned	135,301	640,034
Contribution to management costs	765,110	700,000

At the year end the group was owed £2,887,722 (1999: £712,719) by Salmon Harvester Properties Limited.

During the year Salmon Developments Plc entered into transactions with the following related parties:

Companies controlled by Mr C P Oliver:

Management fees payable to Salmon Properties Limited	394,789	263,870
--	---------	---------

A company controlled by Mr D R J Baird:

Management fees payable to Adna Limited	517,813	673,067
Rent charges to Adna Limited	40,000	30,000

A company controlled by Mr D Stewart:

Management fees payable to Hookwood House Estates Limited	-	24,000
---	---	--------

All of the above fees are included within directors emoluments disclosed in note 5.

Professional fees paid to the chartered accountancy practice of Mr D W Waddington.	131,876	95,000
--	---------	--------

A property was purchased by Mr D R J Baird from a wholly owned group company at a price of £900,000 determined by a valuation carried out by an independent firm of Chartered Surveyors.

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

	2000	1999
21. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES		
Operating (loss)/profit	(1,137,203)	(324,095)
Depreciation charges	7,733	5,562
Goodwill amortised	7,947	63,419
Decrease/(Increase) in stock	495,996	699,765
(Increase)/Decrease in debtors	(734,312)	(433,010)
Increase/(Decrease) in creditors	81,999	74,539
	<hr/>	<hr/>
	£ (1,277,840)	£ 86,180
	<hr/>	<hr/>
22 RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT		
Increase/(decrease) in cash	(577,893)	1,110,766
Cash outflow from decrease in debt	-	-
	<hr/>	<hr/>
	(577,893)	1,110,766
	<hr/>	<hr/>
Movement in net cash in year	(577,893)	1,110,766
Net cash/debt at start of year	1,793,514	682,748
	<hr/>	<hr/>
Net cash at end of year	£ 1,215,621	£ 1,793,514
	<hr/>	<hr/>
23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS		
Profit for the financial year	2,907,071	3,094,269
Dividends	(1,500,000)	(1,697,632)
	<hr/>	<hr/>
	1,407,071	1,396,637
Opening shareholders' funds	5,726,329	4,329,692
	<hr/>	<hr/>
Closing shareholders' funds	£ 7,133,400	£ 5,726,329
	<hr/>	<hr/>

SALMON DEVELOPMENTS PLC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

	2000 £	1999 £
24. FINANCIAL COMMITMENTS		
Operating leases		
The group has annual commitments expiring as follows:		
Land and buildings:		
Within one year	-	-
Within two to five years	102,000	57,000
	<u> </u>	<u> </u>
Other:		
Within one year	1,637	-
In two to five years	3,984	4,721
	<u> </u>	<u> </u>

25. DEFERRED TAX**Company**

The total potential liability, none of which has been provided in these financial statements, is as follows:

Revaluation of investment	£ 52,875	£ 52,875
	<u> </u>	<u> </u>

26. ULTIMATE CONTROLLING PARTY

There is no single ultimate controlling party of the group.