SUMMARY OF
PRELIMINARY FULL YEAR REPORT ANNOUNCEMENT
FOR DUAL NZX/ASX LISTED ISSUERS
Fletcher Challenge Forests Limited (Consolidated)
Full Year Ended 30 June 2003

This report has been prepared in a manner which complies with generally accepted accounting practice and gives a true and fair view of the matters to which the report relates and is based on audited accounts.

	Consolidated Operating Statement		
	Current Full Year NZ$million	Up/(Down) %	Previous Corresponding Full Year NZ$million
Total operating revenue	678	2.1%	664
Operating Surplus before unusual items and tax	63	3.3%	61
Forest Crop Revaluation	(451)		53
Unusual items for separate disclosure [(1)]	(31)		(351)
Operating Surplus/(Deficit) before tax	(419)	N/A	(237)
Tax on operating surplus	140		(9)
Operating Surplus/(Deficit) after tax but before minority interests	(279)	N/A	(246)
Minority interests	8		(3)
Operating Surplus/(Deficit) after tax attributable to members of Listed Issuer	(271)	N/A	(249)
Extraordinary items after tax attributable to Members of the Listed Issuer	-		-
Operating Surplus/(Deficit) and extraordinary items after tax attributable to Members of the Listed Issuer	(271)	N/A	(249)

Earnings per share (NZ cents) [(2)]	(48.6)		(44.6)

Final/Special Dividend	Nil		Nil
Date Payable	N/A		
Imputation tax credit on latest dividend	N/A		

Short details of any bonus or rights issue or other item(s) of importance not previously released to the market: N/A

(1) Unusual Items in Operating Earnings include:
- Reorganisation Costs for June 2003 of $4 million relating to costs associated with the debt refinancing, proposed forest sale, strategic redirection of the Group following the termination of the CNIFP management contract and proposed capital return.
- Permanent Impairment for June 2002 related to the investment in and advances to the Central North Island Forest Partnership of $349 million. Permanent Impairment for the write-down of the Group’s carrying value of its investment in the Central North Island Forest Partnership (the Partnership) of $349 million was based upon the assessment of the realisable value of the Partnership estate.
- Loss on sale of Forest Crop for June 2003 of $29 million relating to the sale of the cutting rights for 8,940 hectares of the Tahorakuri and Tauhara forest estates. Gain on sale of Forest Land for June 2002 of $2 million related to the sale of the Ngatapa forest land.
- Provisions released/(established) for June 2002 related to the reversal of certain environmental provisions of $2 million and other provisions of $2 million and the establishment of provisions of $3 million for costs related to the closure of the Japanese Engineered Wood Products business unit.
- Acquisition costs written off relating to costs associated with the proposed acquisition of the Central North Island Forestry Partnership. A gain of $2 million in June 2003 relating predominately to the closing of a foreign currency contract entered into, to hedge the proposed acquisition. Acquisition Costs written off for June 2002 of $6 million related to costs incurred in relation to the proposed acquisition.
- Other gains for June 2002 related to the recovery of $1 million relating to a debt previously written off following the sale of the Chilean forestry operations.

(2) Comparative per share data has been restated for the one for five share consolidation completed during November 2002.

Segmental Information Summary

Fletcher Challenge Forests is a New Zealand-based Group, which owns and converts forest resources into valued products for customers in world markets. It has strategic business units reflecting its operations in Forests and Supply, and in Processing and Distribution.

Forest and Supply

- a leader in solid wood forestry. This segment manages, and markets logs from the Group's forest estate in New Zealand. This segment also sources logs and chips from third parties for sale to owned and managed sawmills and\or to external customers in New Zealand and Asia.

Processing & Distribution

- represented by two strategic business units, Australasian and Asian Consumer Solutions and North American Consumer Solutions. Each strategic business unit has a distinct market and product focus:

(i) Australasian & Asian Consumer Solutions – AACS supplies structural lumber, plywood and treated products to the residential and light commercial building sectors in New Zealand and Australia, and treated posts and poles to the rural, viticulture and infrastructure sectors in New Zealand. In addition, AACS supplies manufacturing grade lumber to the industrial sector in New Zealand and Asia and appearance grade lumber to Asian furniture manufacturers. AACS operates four processing sites; the Kawerau Sawmill and Remanufacturing Plant, the Rainbow Mountain Sawmill, the Mount Maunganui Plywood Mill and Ramsey Roundwood. All of these sites are located in the central North Island of New Zealand.

(ii) North American Consumer Solutions – NACS takes clear wood from pruned logs through to high value moulding and millwork uses in the United States. Radiata pine is a competitive substitute in many applications for diminishing United States supplies of Ponderosa pine. NACS has strong supplier relationships with the two largest home improvement chains in the United States; The Home Depot, through American Wood Moulding, in which the Group holds a 50% interest and Lowe's, through a 33% shareholding in The Empire Company. The Home Depot, Lowe's and other major United States retailers are demanding environmentally certified wood products from their suppliers, and the NACS access to an environmental certified (Forests Stewardship Council) resource, together with its integrated supply chain, confers a significant competitive advantage. NACS operates two plants in New Zealand, the Taupo Sawmill and the Taupo Mouldings Plant, and has a sales office in the United States.

In July 2002 a third business unit, the Japanese and Asian Consumer Solutions business unit was merged with the former Australasian Consumer Solutions business unit to form Australasian and Asian Consumer Solutions. This new business unit ceased operations in the Japan engineered wood product market. Comparative information has been restated to combine these two segments. The market and product focus of these former business units were:

- Japanese and Asian Consumer Solutions – took lower quality logs through to high value engineered products used in post and beam houses in Japan, and supplied industrial lumber to Asian commercial customers.
- Australasian Consumer Solutions – supplied structural framing, plywood and treated products to the residential and light commercial building sectors in New Zealand and Australia.

Inter-segmental pricing is carried out on a commercial and arm's length basis.

Segmental Information Summary

June 2003	*Forest & Supply* [1] NZ$m	*Processing & Distribution* *AACS* [2] NZ$m	*NACS* [3] NZ$m	*Total* NZ$m	*Other* [4] NZ$m	*Fletcher Challenge Forests* NZ$m
Sales Revenue	372	234	153	387		**759**
Other Revenue	1		14	14		**15**
Inter-segmental Operating Revenue	(88)	(8)		(8)		**(96)**
Operating Revenue	285	226	167	393		**678**
Earnings before Interest, Taxation, Depreciation, Forest Valuation and Unusual Items	39	20	23	43	23	**105**
Depreciation	(11)	(8)	(5)	(13)		**(24)**
Operating Earnings before Unusual Items	28	12	18	30	23	**81**
Unusual Items	(31)					**(31)**
Operating Earnings	(3)	12	18	30	23	**50**
Total Assets	869	128	109	237		**1,106**
Capital Expenditure	5	3	3	6		**11**

	North America	**Australia**	**New Zealand**	**Asia**	**Total**
Total Operating Revenue by Destination	143	37	303	195	**678**
Total Operating Earnings	11		39		**50**
Total Assets	55		1,051		**1,106**

(1) Includes corporate assets and overheads not specific to the Processing and Distribution businesses.

(2) AACS - Australasian and Asian Consumer Solutions.

(3) NACS - North American Consumer Solutions

(4) Relates to foreign exchange gains on net foreign denominated debt instruments not attributed to a specific business unit.

June 2002	*Forest & Supply* [1] NZ$m	*Processing & Distribution* *AACS* [2] NZ$m	*NACS* [3] NZ$m	*Total* NZ$m	*Other* [4] NZ$m	*Fletcher Challenge Forests* NZ$m
Sales Revenue	325	231	181	412		**737**
Other Revenue	1		14	14		**15**
Inter-segmental Operating Revenue	(71)	(16)	(1)	(17)		**(88)**
Operating Revenue	255	215	194	409		**664**
Earnings before Interest, Taxation, Depreciation, Forest Valuation and Unusual Items	50	5	31	36	25	**111**
Depreciation	(13)	(10)	(5)	(15)		**(28)**
Operating Earnings before Unusual Items	37	(5)	26	21	25	**83**
Unusual Items	(348)	(3)		(3)		**(351)**
Operating Earnings	(311)	(8)	26	18	25	**(268)**
Total Assets	1,458	134	99	233		**1,691**
Capital Expenditure	4		1	1		**5**

	North America	**Australia**	**New Zealand**	**Asia**	**Total**
Total Operating Revenue by Destination	167	33	270	194	**664**
Total Operating Earnings	9		(277)		**(268)**
Total Assets	47		1,641	3	**1,691**

(1) Includes corporate assets and overheads not specific to the Processing and Distribution businesses.

(2) AACS - This is an amalgamation of ACS (Australasian Consumer Solutions) and JACS (Japanese and Asian Consumer Solutions) for comparative purposes.

(3) NACS - North American Consumer Solutions

(4) Relates to foreign exchange gains on net foreign denominated asset and debt instruments not attributed to a specific business unit.

PRELIMINARY FULL YEAR REPORT ANNOUNCEMENT

Fletcher Challenge Forests Limited (Consolidated)

Full Year Ended 30 June 2003

(referred to in this Report as the 'Current Full Year')

Preliminary Full Year report on consolidated results (including the results for the previous corresponding Full Year) in accordance with Listing Rule 10.4.2.

This report has been prepared in a manner which complies with generally accepted accounting practice and gives a true and fair view of the matters to which the report relates and is based on audited accounts.

The Listed Issuer has a formally constituted Audit Committee of the Board of Directors.

Forest Sale Process

On 16 June 2003 Fletcher Challenge Forests announced it was investigating a trade sale of its forest estate. The forest sale process is ongoing, and the Group is targeting completion of that process by the end of the 2003 calendar year.

The consequences of any future forest sale on the Fletcher Challenge Forests financial statements may be significant. Financial impacts, which may include restructuring costs, direct costs associated with the transaction and any differences from net proceeds achieved to the carrying value of assets and liabilities will be recognised as incurred. The carrying value at 30 June 2003 of the Forest Crop has been determined using the Group's valuation model assuming continued use. The valuation assumptions have been updated to reflect information available from all sources, including the sales process.

		FLETCHER CHALLENGE FORESTS LIMITED CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	CONSOLIDATED OPERATING STATEMENT		
			Current Full Year NZ$million	Up/(Down) %	Previous Corresponding Full Year NZ$million
1		**OPERATING REVENUE**			
	a	Sales Revenue	663	2.2%	649
	b	Other Revenue(1)	15		15
		Total Operating Revenue	678		664
2	a	**OPERATING SURPLUS BEFORE UNUSUAL ITEMS AND TAXATION**	63	3.3%	61
		Forest Crop Revaluation(2)	(451)		53
	b	Unusual Items	(31)		(351)
	c	**OPERATING SURPLUS/(DEFICIT) BEFORE TAXATION**	(419)	N/A	(237)
	d	Taxation on Operating Profit	140		(9)
	e	Operating Surplus/(Deficit) after Taxation but before Minority Interest	(279)		(246)
	f	Minority Interest	8		(3)
	g	Equity Earnings [detail in Item 19 below] (1)	-		-
	h	**OPERATING SURPLUS/(DEFICIT) AFTER TAXATION ATTRIBUTABLE TO MEMBERS OF LISTED ISSUER**	(271)	N/A	(249)
3	a	Extraordinary Items after Taxation [detail in Item 6(a) below]	-		-
	b	Less Minority Interest	-		-
	c	Extraordinary Items after Taxation Attributable to Members of the Listed Issuer	-		-
4	a	**TOTAL OPERATING SURPLUS/(DEFICIT) AND EXTRAORDINARY ITEMS AFTER TAXATION [Items 2(e) + 2(g) + 3(a) above]**	(279)		(246)
	b	Operating Surplus/(Deficit) and Extraordinary Items after Taxation Attributable to Minority Interest [Items 2(f)+3(b) above]	8		(3)
	c	**OPERATING SURPLUS/(DEFICIT) AND EXTRAORDINARY ITEMS AFTER TAXATION ATTRIBUTABLE TO MEMBERS OF THE LISTED ISSUER [Items 2(h) + 3(c) above]**	(271)	N/A	(249)

(1) In compliance with FRS-38 Accounting for Investments in Associates, earnings from Associates (2003: $14 million, 2002: $14 million) have been recognised as a component of Operating Revenue.

(2) Forest Crop is revalued to Directors' estimate of market valuation based on a combination of net present value and compounded replacement cost. Log prices in New Zealand dollars have fallen significantly over the year, primarily as a result of the appreciation of the New Zealand dollar exchange rate against those of the Group's major trading partners. This has necessitated a review of the carrying value of the forest estate. Recognising that the continued use of a "trailing" 12-quarter pricing series, as previously applied in the forest valuation methodology, would generate a forest estate value in excess of that value implied by the current operating environment, current prices have been substituted, as represented by the last two quarters – March and June 2003. In addition the effective after tax discount rate has been increased from 8.0% to 9.75%. These changes align the forest valuation assumptions with current market conditions (refer item 5).

5 **DETAILS OF SPECIFIC RECEIPTS/OUTLAYS, REVENUES/EXPENSES FOR THE CURRENT FULL YEAR**

		CONSOLIDATED Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
a	Interest revenue included in Item 2(c) above	1	1
b	Interest revenue included in Item 5(a) above but not yet received	-	-
c	Interest expense included in Item 2(a) above (include all forms of interest, lease finance charges, etc.)	18	22
d	Interest costs excluded from Item 5(c) above and capitalised in asset values	-	-
f	Depreciation (including all forms of Amortisation and writing down of property/investment)	24	28
	Permanent Impairment of Term Assets (1)	-	349
g	Amortisation of Goodwill and Intangibles	1	1

(1) Permanent Impairment relates to the write down of investment in and advances to the Central North Island Forest Partnership.

Forest Crop Revaluation:

	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Opening Crop Valuation	1,176	1,123
Cutting rights Sale	(143)	-
	1,033	1,123
Revaluation:		
Growth and replanting	120	128
Harvesting removals	(106)	(77)
Movement in log prices	(298)	18
Change in discount rate	(145)	-
Other changes including cost inflation, area changes and changes in harvest profile	(22)	(16)
Total Revaluation	(451)	53
Closing Crop Valuation	582	1,176

6 a **UNUSUAL AND EXTRAORDINARY ITEMS OF THE FLETCHER CHALLENGE FORESTS GROUP**

Items of revenue or expense which are of such size and incidence or such nature that their disclosure is necessary to explain the performance of the Fletcher Challenge Forests Group - as required by FRS 9.

	GROUP - CURRENT FULL YEAR Operating Earnings NZ$million	Related Income Taxation NZ$million	After Taxation NZ$million
Unusual Items			
Loss on sale of Forest Crop (1)	(29)	10	(19)
Other Gains (2)	2	(1)	1
Reorganisation Costs (3)	(4)	1	(3)
Total Unusual Items	(31)	10	(21)
Extraordinary Items			
NIL			
Total Extraordinary Items			

(1) Loss on sale of Forest Crop of $29 million relates to the sale of the cutting rights for 8,940 hectares of the Tahorakuri and Tauhara forest estates.

(2) The Other Gain of $2 million relates predominately to the closing of a foreign currency contract entered into, to hedge the proposed acquisition of the Central North Island Forestry Partnership.

(3) Reorganisation Costs of $4 million relates to costs associated with the debt refinancing, proposed forest sale, strategic redirection of the Group following the termination of the CNIFP management contract and proposed capital return.

b **COMMENTS BY DIRECTORS**

i **Material factors affecting the revenues and expenses of the Fletcher Challenge Forests Group for the Current Full Year**

Refer press release as attached

ii **Significant trends or events since end of Current Full Year**

Refer press release as attached

iii **Changes in accounting policies since last Annual and/or Full Year to be disclosed**

There have been no changes in Accounting Policy since 30 June 2002.

7 **NET EARNINGS PER SHARE (EPS)**

	CONSOLIDATED	
	Current Full Year NZ Cents	Previous Corresponding Full Year NZ Cents
Earnings in cents per share based on the weighted average number of shares on issue during the period and operating profit after taxation attributable to members of Listed Issuer [Item 2(h) above] after deducting them from any provision for preference dividends.		
Basic and Diluted EPS (1)	(48.6)	(44.6)

(1) Comparative per share data has been restated for the one for five share consolidation completed during November 2002 (refer item 20 below).

8 (a) **MATERIAL ACQUISITIONS OF SUBSIDIARIES**
NIL

(b) **MATERIAL DISPOSALS OF SUBSIDIARIES**
NIL

9 **REPORTS FOR INDUSTRY AND GEOGRAPHICAL SEGMENTS**
Refer segmental information summary attached

	FLETCHER CHALLENGE FORESTS LIMITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	At end of Current Full Year NZ$million	As shown in last Half Year NZ$million	At end of Previous Full Year NZ$million
10	**ASSETS**			
	Current Assets:			
	Cash and Liquid Deposits	47	26	22
	Stocks	66	75	69
	Debtors	54	59	64
	Forest Crop Available for sale	-	124	-
	Total Current Assets	167	284	155
	Non Current Assets:			
	Fixed Assets (net)	322	326	336
	Forest Crop	582	1,031	1,176
	Investments	35	26	24
	Total Non Current Assets	939	1,383	1,536
	Total Group Assets	1,106	1,667	1,691
11	**LIABILITIES**			
	Current Liabilities:			
	Creditors	93	105	105
	Provision for Current Taxation	-	-	5
	Total Current Liabilities	93	105	110
	Non Current Liabilities:			
	Term Debt	133	250	269
	Provision for Deferred Taxation	(5)	138	137
	Total Non Current Liabilities	128	388	406
	Total Group Liabilities	221	493	516
	Group Net Assets	885	1,174	1,175
12	**EQUITY**			
	Reported Capital	1,443	1,443	1,443
	Reserves (Net Currency Transalation)	688	693	697
	Accumulated Losses	(1,267)	(992)	(996)
	Total Reserves	(579)	(299)	(299)
	Group Equity	864	1,144	1,144
	Minority Equity	21	30	31
	Total Group Equity	885	1,174	1,175

FLETCHER CHALLENGE FORESTS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS

		Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
	CASH WAS PROVIDED:		
13	**FROM OPERATING ACTIVITIES**		
	Receipts from Customers	673	639
	Dividends Received	9	6
	Interest Received	1	1
	Total Provided	683	646
	Payments to Suppliers, Employees and Other	613	578
	Interest Paid	17	23
	Income Tax Paid	7	2
	Total Applied	637	603
	Net Cash from Operating Activities	46	43
14	**FROM INVESTING ACTIVITIES**		
	Sale of Forest Crop and Forest Land	118	3
	Sale of Investments	-	3
	Net Sale of Taxation Benefits	-	9
	Total Provided	118	15
	Purchase of Fixed Assets	11	5
	Purchase of Investments	12	-
	Total Applied	23	5
	Net Cash from Investing Activities	95	10
15	**FROM FINANCING ACTIVITIES**		
	Long Term Debt Drawdowns	225	35
	Total Provided	225	35
	Term Debt Settlements	337	102
	Option Premium Paid	-	6
	Dividends Paid	2	2
	Total Applied	339	110
	Net Cash to Financing Activities	(114)	(75)
	Net Cash to Discontinued Operations	-	(47)
16	**NET MOVEMENT IN CASH HELD**	27	(69)
	Add Opening Cash and Liquid Deposits		
	- Continuing Operations	22	51
	- Discontinued Operations	-	47
	Effect of Exchange Rate Changes on Net Cash	(2)	(7)
	Closing Cash and Liquid Deposits (see Reconciliation of Cash)	47	22

17 **NON-CASH FINANCING AND INVESTING ACTIVITIES**

NIL

18 **RECONCILIATION OF CASH**

For the purposes of the above Statement of Cash Flows, Cash includes Cash and Liquid Deposits. Cash at the end of the Full Year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Cash on Hand and at Bank	47	22
Total = Cash at End of Full Year [Item 16 above]	47	22

19 **EQUITY ACCOUNTED ASSOCIATES AND OTHER MATERIAL INTERESTS**

Information attributable to the Fletcher Challenge Forests Group's share of investments in associates and other material interests is disclosed by way of separate note below.

(i) **FLETCHER CHALLENGE FORESTS GROUP'S SHARE OF RESULTS OF ASSOCIATES**

		EQUITY EARNINGS	
		Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
a	OPERATING PROFIT/(DEFICIT) BEFORE TAXATION	15	15
b	Taxation	(1)	(1)
c	OPERATING PROFIT/(DEFICIT) AFTER TAXATION	14	14
d	(i) Extraordinary items (gross)	-	-
	(ii) Taxation	-	-
	(iii) Extraordinary items (net)	-	-
e	OPERATING PROFIT/(DEFICIT) AND EXTRAORDINARY ITEMS AFTER TAXATION	14	14
f	Dividends and Distributions paid to Fletcher Challenge Forests Group	(9)	(6)
g	NET ADDITION/(REDUCTION) TO EQUITY CARRYING VALUE OF INVESTMENTS FROM CURRENT PROFITS	5	8

(1) In compliance with FRS-38 Accounting for Investments in Associates, Equity Earnings has been stated inclusive of dividend distributions and recognised as a component of Operating Revenue.

(ii) **MATERIAL INTERESTS IN ASSOCIATES**

a Fletcher Challenge Forests Group has a material interest (from Fletcher Challenge Forests Group's viewpoint) in the following associates:

	Percentage of ownership interest (ordinary shares, units, etc) held at end of Full Year		Contribution to Operating Profit/(Deficit) and Extraordinary Items after Taxation	
Name of Associates	Current Full Year	Previous Corresponding Full Year	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Equity Accounted Associates			*Equity Accounted*	
American Wood Moulding LLC	50.0%	50.0%	4	8
CNI Forest Partnership (in Receivership) (1)	50.0%	50.0%	-	-
AWM Mexico	50.0%	-	-	-
The Empire Company	33.0%	33.0%	1	-
			5	8
Other Material Interests				
NIL				

(1) On 26 February 2001 the Central North Island Forest Partnership was placed in receivership. As from 31 December 2000 and following a write-down in the realisable value of the forest estate, the Group's investment in the Central North Island Forest Partnership ceased to be accounted for as an associate.

b INVESTMENTS IN ASSOCIATES

	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Carrying Value of Investments in Associates (CV):		
Equity Investments	24	24
Advance to American Wood Moulding LLC	11	-
Carrying Value of Investments	35	24

20 **ISSUED AND QUOTED SECURITIES AT END OF CURRENT FULL YEAR**

Reported Capital:	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Reported Capital at the beginning of the period	1,443	1,443
Movement during the period	-	-
Reported Capital	1,443	1,443

Issued and Quoted Capital:

Reported Capital at 30 June 2003 includes 185,913,422 Fully Paid Fletcher Challenge Forests Shares and 371,809,026 Fully Paid Fletcher Challenge Forests Preference Shares.

Movement in Shares Issued:

	Current Full Year	Previous Corresponding Full Year
Fletcher Challenge Forests Ordinary Shares		
Number of Shares at the beginning of the period	922,207,133	922,207,133
Share Consolidation [1]	(736,293,711)	-
	185,913,422	922,207,133
Fletcher Challenge Forests Preference Shares		
Number of Shares at the beginning of the period	1,859,015,794	1,859,015,794
Share Consolidation [1]	(1,487,206,768)	-
	371,809,026	1,859,015,794

(1) During November 2002 the Fletcher Challenge Forests Ordinary Shares and Preference Shares were consolidated on a 5:1 basis. Following the share consolidation, the Preference Shares retained their preference rights.

21 **DIVIDENDS**

NIL

22 **ANNUAL MEETING**

To be advised.

23 **INCOME TAXATION**

	Current Full Year NZ$million	Previous Corresponding Full Year NZ$million
Earnings before Taxation:	(419)	(237)
Taxation at 33 cents per dollar	(138)	(78)
Adjusted for:		
Permanent Impairment	-	90
Equity Accounted Earnings of Associates	(1)	-
Restructuring and Acquisition Costs	(1)	-
Other Permanent Differences	4	1
Taxation Over Provided in the Prior Year	(4)	(5)
Rates other than 33 cents	-	1
Taxation (Benefit) / Expense	(140)	9

24 **SIGNIFICANT CONTINGENT LIABILITIES**

There are no significant contingent liabilities as at June 2003.

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This Full Year Report was approved by a resolution of Directors
on 12 September 2003

P M Gillard
Company Secretary

12 September 2003