

A Message from our CEO: Update on Operations

The Management Group at East Fraser Fiber Co. Ltd. (EFF) and Parallel Wood Products Ltd. (PWP) would like to thank all of our many customers for their patience through these most difficult times.

As you know, EFF and PWP finger joint operations have been closed since October 17, 2008 due to the collapse of the US housing market.

Operations will remain down until market conditions return to levels that will generate viable results.

We want our customers to know that despite the economic downturn, and the fact that our finger joint plants remain closed, East Fraser Fiber Co. Ltd. and Parallel Wood Products Ltd. remain strong viable companies and fully intend to restart our operations when conditions are right.

The Company has invested heavily in new scanning and optimizing technology at both finger joint plants that will allow us to start up at the earliest possible opportunity.

In the meantime, our whole log chipping facility in Mackenzie is producing chips for the Pulp Trust in Prince George and production is going well.

We look forward to once again providing our customers and the market with Parallel 55 Finger Joint Studs.

If you have questions regarding our product or operational plans, please feel free to call me at our Prince George office (tel.) 250-563-6567.

Sincerely,

Patrick Glazier
Chief Executive Officer