

**ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2010

**JAMES & UZZELL LTD
CHARTERED CERTIFIED ACCOUNTANTS
AXIS 15, AXIS COURT
MALLARD WAY, RIVERSIDE BUSINESS PARK
SWANSEA VALE, SWANSEA
SA7 0AJ**

FRIDAY



A37
A4HEPV2V
17/06/2011
COMPANIES HOUSE

197

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

CONTENTS

PAGE

Director's report	1
Independent auditors' report	5
Profit and loss account	7
Balance sheet	8
Notes to the accounts	9

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

The director presents his report and the financial statements of the company for the year ended 31 December 2010

Statement of directors' responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company Law the directors must not approve the financial statements unless they are satisfied that they 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

- 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, and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. He is 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.

Directors

A Griffiths

Secretary

W H Brown

Registered Office

19-23 Neville Street
Abergavenny
Monmouthshire
NP7 5AA

Principal Activity

The principal activity of the company throughout the year was that of building and civil engineering.

ALUN GRIFFITHS (CONTRACTORS) LIMITED

(REGISTERED NO: 01493003)

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2010 (CONT)

Review of Business

The results for the financial year are set out in the profit & loss account on page 7 and the financial position of the company at 31st December 2010 is shown on page 8

The results at the year end are considered satisfactory by the director, who believes the level of profitability is consistent with industry norms. The company undertakes civil engineering and building activities throughout Wales and the English border regions

Health, Safety & Environment

The Company places the highest priority on the effective management of Health, Safety and Environment. The Company has a policy requiring staff and supply chain partners to commit to achieving the highest standards of industry best practice in these areas and is proud at achieving its 4th consecutive RoSPA Gold Award supporting its ISO 18001 status. Continuous improvement is a management priority.

Operation

Operational highlights during 2010 included the commencement of the A470 Newbridge on Wye Improvement where under the Early Contractor Involvement principle we are undertaking the major road improvement. In addition to this the Company undertook extensive work under Framework Agreements with both private and public clients. The newly opened Regional office at Porthmadog in North Wales made a significant contribution to Company activities and shows considerable promise and potential.

Strategy

We continue with our strategy of consolidating our position within our market sectors and to maintaining a profitable workload during very difficult trading conditions. In order to achieve this we continue to strengthen our Management Team and also the development of our new facilities at Llanfoist, where it is our intention to achieve greater efficiencies through co-location of our head office and business units. We maintain our commercial philosophy of achieving high levels of repeat business through a focus on providing high quality schemes delivered in partnership with our Clients. This philosophy is further supported through our Framework Agreements with the Welsh Assembly Government, Local Authorities and Private Organisations.

Principal Risks & Uncertainties

The company operates in a highly regulated market, where Health & Safety and other statutory compliances are strictly monitored.

The company manages these risks by providing staff & operatives qualified to the appropriate industry regulatory standards.

The company continues to invest heavily in capital expenditure in providing its clients with a holistic service.

Alun Griffiths (Contractors) Limited has built a strong reputation within its operating area through high standards of workmanship and its commitment to meet the specific requirements of its clients.

The company's trading activities are all within the United Kingdom and therefore does not expose itself to fluctuating exchange rates.

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2010 (CONT)

Financial Instruments and Risk Management

The company's financial assets and liabilities consist of fixed assets, trade debtors and creditors, cash balances, bank loans and finance leases

The company's exposure to financial risk is low as its clients are mainly local authorities

Key Performance Indicators

	2010	2009
Pre Tax Profit/Turnover	1%	1%

Future Developments

The director aims to maintain the management policies which have resulted in the company's growth in previous years. He considers that the company will continue to be profitable in the current year.

Employees

The company is committed to its policy of training and developing its workforce to ensure its client needs and expectations are met to the highest standard. The company is committed to communicating to employees any matters that affect their work and encourage employees to express their views in helping the company achieve long term success.

Disabled Employees

Disabled persons are employed by the company when they appear to be suited to a particular position. The aptitude and abilities of disabled persons are more easily met in certain aspects of the company's business and every effort is made to ensure that they are given full and fair consideration.

Research and Development

The company has implemented a policy of investment in research and development in order to create a competitive position in the market.

Results and Dividends

The results of the year's trading and the financial position of the company are shown in the annexed accounts.

The company's profit for the year, after taxation, amounted to £ 1,338,746 (2009 - £ 581,163).

During the year a dividend of £ 1,861,023 was paid (2009 - £ 500,000).

Directors

The present director is shown above. He served on the Board throughout the year.

Fixed Assets

In the opinion of the director, the market value of freehold land and buildings was not significantly different from book value.

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2010 (CONT)

Statement of disclosure of information to auditors

I, the director of the company who held office at the date of approval of these Financial Statements as set out above confirm, so far as I am aware, that -

- there is no relevant audit information of which the company's auditors are unaware, and
- I have taken all the steps that I ought to have as a director in order to make myself aware of any relevant audit information and to establish that the company's auditors are aware of that information

BY ORDER OF THE BOARD


W H BROWN - SECRETARY

Date 9.6.11

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALUN GRIFFITHS (CONTRACTORS) LIMITED

We have audited the financial statements of Alun Griffiths (Contractors) Limited year ended 31 December 2010 which comprises the Profit and Loss Account, the Balance Sheet, the Reconciliation of movements in Shareholders Funds and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view, of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.


ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ALUN GRIFFITHS (CONTRACTORS) LIMITED (CONT)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all of the information and explanations we require for our audit


ALISON JAYNE UZZELL FCCA
Senior Statutory Auditor
for and on behalf of
JAMES & UZZELL LTD
Statutory Auditor

Axis 15, Axis Court
Mallard Way, Riverside Business Park
Swansea Vale, Swansea
SA7 0AJ

Date 14.6.11

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2010

	Note	2010 £	2009 £
TURNOVER	2	78,523,911	80,812,138
Cost of sales		72,034,632	74,782,673
GROSS PROFIT		6,489,279	6,029,465
Net operating expenses	3	5,392,279	4,771,920
OPERATING PROFIT	4	1,097,000	1,257,545
Other interest receivable and similar income	7	(4,999)	1,534
Interest payable and similar charges	8	(263,751)	(290,392)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		828,250	968,687
Tax on profit on ordinary activities	9	(510,496)	387,524
PROFIT FOR THE FINANCIAL YEAR		1,338,746	581,163
Dividends	10	1,861,023	500,000
Retained profit brought forward		1,566,079	1,484,916
RETAINED PROFIT CARRIED FORWARD		1,043,802	1,566,079

There were no acquisitions and no discontinued operations in the period

There are no recognised gains or losses other than the profit for the financial year shown above

The annexed notes form part of these financial statements

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

BALANCE SHEET AT 31 DECEMBER 2010

	Note	2010 £	2009 £
FIXED ASSETS			
Tangible assets	11	5,887,725	7,559,796
Investments	12	-	52
		<u>5,887,725</u>	<u>7,559,848</u>
CURRENT ASSETS			
Debtors (Including £0 due in more than 1 year, 2009 £1,718,583)	13	12,258,922	16,111,777
Cash at bank and in hand		3,821,838	330,308
		<u>16,080,760</u>	<u>16,442,085</u>
CREDITORS			
Amounts falling due within one year	14	16,027,447	17,620,307
NET CURRENT ASSETS/(LIABILITIES)		<u>53,313</u>	<u>(1,178,222)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,941,038</u>	<u>6,381,626</u>
CREDITORS			
Amounts falling due after more than one year	15	(3,669,486)	(3,669,252)
PROVISIONS FOR LIABILITIES	16	(65,041)	(383,586)
NET ASSETS		<u>2,206,511</u>	<u>2,328,788</u>
CAPITAL AND RESERVES			
Called up share capital	17	562,709	562,709
Revaluation reserve	18	600,000	200,000
Profit and loss account		1,043,802	1,566,079
SHAREHOLDERS' FUNDS	19	<u>2,206,511</u>	<u>2,328,788</u>

These financial statements were approved and authorised for issue by the Board on 9.6.11.

ON BEHALF OF THE BOARD


A GRIFFITHS - DIRECTOR

The annexed notes form part of these financial statements

ALUN GRIFFITHS (CONTRACTORS) LIMITED

(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010

COMPLIANCE WITH ACCOUNTING STANDARDS

The accounts have been prepared in accordance with applicable accounting standards. There were no material departures from those standards.

1 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

The effect of events in relation to the year ended 31 December 2010 which occurred before the date of approval of the financial statements by the director, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 December 2010 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Freehold buildings	- 0% per annum of cost or revalued amount
Plant and machinery	- 15% Reducing Balance
Fixtures and fittings	- 30% Reducing Balance
Motor vehicles	- 25% Reducing Balance

Stocks, Work in progress & Accrued Income

Stocks have been valued at the lower of cost and net realisable value. Work in progress and accrued income is valued at selling price in line with UITF 40, based on surveyor's certificates and measured calculations. Accrued Income includes retentions made by customers for a period of time after completion of contracts.

Deferred Taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Research and Development

Expenditure on research and development is written off against profits for the year in which it is incurred.

ALUN GRIFFITHS (CONTRACTORS) LIMITED

(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

Leasing

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

Pension Costs

The company operates a defined contribution scheme for the benefit of its employees. The costs of contributions are written off against profits in the year they are payable.

Consolidation

The company has taken advantage of the exemption provided by section 400 of the Companies Act 2006 not to prepare group accounts as the company is included in the consolidated accounts of its parent company, Mainunit Limited.

Going Concern

Based on the results shown in these financial statements, together with post year end management accounts and projections to 31st December 2011, the director is confident the going concern principle may be applied.

Long Term Contracts

The attributable profit on long term contracts is recognised once their outcome can be assessed with reasonable certainty. The profit recognised reflects the proportion of work completed to date on a project.

Costs associated with long term contracts are included in work in progress to the extent that they cannot be matched with contract work accounted for as turnover. Long term contract balances included in stocks are stated as cost, after provision has been made for any foreseeable losses and the deduction of applicable payments on account.

Joint Arrangements

The group has certain contractual agreements with other participants to engage in joint activities that do not create an entity carrying on a trade or business of its own. The company includes the share of its assets, liabilities, turnover and costs in such joint arrangements, measured in accordance with the terms of the arrangement, pro rata to the company's interest in the joint arrangement.

2 TURNOVER

The company's turnover represents the value, excluding Value Added Tax, of goods and services supplied to customers during the year.

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

3 NET OPERATING EXPENSES

	2010 £	2009 £
Administrative expenses	5,545,302	4,771,920
Other operating income	(153,023)	-
	<u>5,392,279</u>	<u>4,771,920</u>

4 OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2010 £	2009 £
Directors' remuneration	1,374,272	1,364,246
Depreciation and amortisation of owned assets	1,029,353	587,161
Research & development	55,000	52,500
Loss on sale of fixed assets	23,572	(274,268)
Depreciation of assets held under finance leases and hire purchase	485,128	459,900
Auditors' remuneration	<u>23,500</u>	<u>23,000</u>

AUDITORS' REMUNERATION

	2010 £	2009 £
Fees payable to the company's auditor for the audit of the company s annual accounts	23,500	23,000
Fees payable to the company s auditors for other services		
Taxation	500	500
All other Services	27,428	13,560
	<u>51,428</u>	<u>27,060</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

5 DIRECTORS' REMUNERATION

	2010 £	2009 £
Remuneration	<u>1,374,272</u>	<u>1,364,246</u>
Highest paid director		
Emoluments	<u>1,374,272</u>	<u>1,364,246</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

6 STAFF COSTS

The average number of persons employed by the company, including directors, during the year was as follows

	2010 Number	2009 Number
Management and administration	106	101
Production	398	458
	<u>504</u>	<u>559</u>

The aggregate payroll costs of these persons were as follows

	2010 £	2009 £
Wages and salaries	15,376,190	17,634,775
Social security	1,903,978	1,740,946
Other pension costs	297,735	156,888
	<u>17,577,903</u>	<u>19,532,609</u>

7 OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

	2010 £	2009 £
Loss on disposal of unlisted current asset investments	(10,305)	-
Other interest and similar income	5,306	1,534
	<u>(4,999)</u>	<u>1,534</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

8 INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£	£
Bank loans and overdrafts	93,130	175,971
Other loans	3,220	-
Finance charges payable - finance leases and hire purchase	167,401	114,421
	<u>263,751</u>	<u>290,392</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

9 TAXATION

Analysis of charge in period	2010 £	2009 £
Current tax		
UK corporation tax on profits of the year	60,000	140,239
Adjustments in respect of prior periods	(251,951)	155,522
Total current tax	(191,951)	295,761
Deferred tax charged/(utilised) for the period (Over)/under provided in prior period	(318,545) -	28,707 63,056
	(318,545)	91,763
Tax on profit on ordinary activities	(510,496)	387,524
Factors affecting current tax charge		
Profit on ordinary activities before taxation	828,250	968,687
Taxation applicable at rate of tax	231,910	271,232
Expenses not deductible for tax purposes and deductions for allowances	86,646	47,938
Depreciation in excess of capital allowances	(125,906)	(178,931)
Tax at lower rates adjustment	(4,200)	(4,200)
Tax at marginal rates adjustment	4,200	4,200
Adjustment to charge in respect of previous periods	(251,951)	155,522
Utilisation of tax losses	(56,000)	-
Under provision in current year	(76,650)	-
	(191,951)	295,761

Factors which may affect future tax charges:

Based on capital investment plans, the company expects to be able to continue to claim capital allowances in excess of depreciation in future years at a slightly higher level than in the current year. Where assets have been revalued, a potential tax liability could arise upon disposal of said asset.

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

10 DIVIDENDS

	2010	2009
	£	£
On ordinary shares		
Final dividend paid	<u>1,861,023</u>	<u>500,000</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

11 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 January 2010	2,105,405	6,978,138	188,386	1,661,630	10,933,559
Additions	65,958	674,988	24,999	239,630	1,005,575
Revaluations	400,000	-	-	-	400,000
Disposals	-	(3,634,914)	-	(138,063)	(3,772,977)
At 31 December 2010	<u>2,571,363</u>	<u>4,018,212</u>	<u>213,385</u>	<u>1,763,197</u>	<u>8,566,157</u>
Depreciation					
At 1 January 2010	-	2,494,541	152,693	726,530	3,373,764
Charge for the year	-	481,159	12,583	256,035	749,777
Elimination on disposals	-	(1,357,793)	-	(87,316)	(1,445,109)
At 31 December 2010	<u>-</u>	<u>1,617,907</u>	<u>165,276</u>	<u>895,249</u>	<u>2,678,432</u>
Net book value					
At 31 December 2010	<u>2,571,363</u>	<u>2,400,305</u>	<u>48,109</u>	<u>867,948</u>	<u>5,887,725</u>
At 31 December 2009	<u>2,105,405</u>	<u>4,483,597</u>	<u>35,692</u>	<u>935,102</u>	<u>7,559,796</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

The Net book value of land and buildings at 31 December 2010 comprised

	2010 £	2009 £
Freehold land and buildings	2,571,363	2,105,405

Cost or valuation of land and buildings comprises

	£
Cost	1,971,363
Revaluation	600,000
	2,571,363

It is the company's policy to revalue the Land & Buildings annually. The Land & Buildings were revalued by £400,000 during the year by an independent valuer on the basis of open market value.

The comparable amounts determined according to the historical cost convention are as follows

	£
Cost	1,971,363
Accumulated depreciation	-
Net book value	
At 31 December 2010	1,971,363
At 31 December 2009	1,905,405

Included in the total net book value of tangible fixed assets held at 31 December 2010 was £ 2,717,173 (2009 - £ 2,328,388) in respect of assets held under finance leases and hire purchase contracts.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

Shares in group undertakings

The company owns more than 20% of the issued share capital of the following company

On 31st December 2010 the ordinary £1 shares in United Recycled Aggregates Limited were transferred to the parent company, Mainunit Limited

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

13 DEBTORS

Receivable within one year:

	2010	2009
	£	£
Trade debtors	4,160,108	5,888,873
Amounts owed by associated companies	3,989,023	2,589,652
Other debtors	699,176	737,271
Accrued Income	3,410,615	5,177,398
	<u>12,258,922</u>	<u>14,393,194</u>

Receivable after one year:

	2010	2009
	£	£
Amounts owed by associated companies	-	1,718,583
	<u>-</u>	<u>1,718,583</u>
Total debtors	<u>12,258,922</u>	<u>16,111,777</u>

14 CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2010	2009
	£	£
Bank loans and overdrafts	339,394	1,545,246
Obligations under finance leases and hire purchase contracts	784,125	755,471
Trade creditors	11,472,567	12,942,464
Amounts owed to group undertakings	3,457	52
Social security and other taxes	1,674,082	1,342,640
Other creditors	263,697	-
Corporation tax payable	60,000	269,023
Accruals and deferred income	1,430,125	765,411
	<u>16,027,447</u>	<u>17,620,307</u>

The bank overdraft is secured by a fixed and floating charge over the company's assets. The bank loan is secured by a legal charge on the company's assets and on the assets of the parent company.

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

15 CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	2010	2009
	£	£
Bank loans	3,224,242	3,563,636
Obligations under finance leases and hire purchase contracts	155,244	105,616
Trade creditors	200,000	-
Other creditors	90,000	-
	<u>3,669,486</u>	<u>3,669,252</u>

Repayable by instalments, amounts falling due after five years

	2010	2009
	£	£
Bank loan	<u>1,866,666</u>	<u>2,206,060</u>

Obligations under finance leases and hire purchase contracts are secured by related assets

The bank loan bears interest at 4.5 %

Obligations under finance leases and hire purchase contracts

	2010	2009
	£	£
Amounts payable		
Within two to five years	155,244	105,616
After five years	-	-
	<u>155,244</u>	<u>105,616</u>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

16 PROVISIONS FOR LIABILITIES AND CHARGES

Provision for deferred tax

	2010	2009
	£	£
Accelerated capital allowances	65,041	383,586
Tax losses carried forward	-	-
Other timing differences	-	-
	<hr/>	<hr/>
Undiscounted provision for deferred tax	65,041	383,586
Discount	-	-
	<hr/>	<hr/>
Discounted provision for deferred tax	65,041	383,586
	<hr/>	<hr/>
Provision at 1 January 2010	383,586	
Deferred tax charge in profit and loss account for the year	(318,545)	
	<hr/>	
Provision at 31 December 2010	65,041	
	<hr/>	

17 SHARE CAPITAL

	2010	2009
	£	£
Allotted, called up and fully paid		
562,709 ordinary shares of £ 1 each	562,709	562,709
	<hr/>	<hr/>

18 REVALUATION RESERVE

	2010
	£
At 1 January 2010	200,000
Surplus on revaluation of properties during the year	400,000
	<hr/>
At 31 December 2010	600,000
	<hr/>

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

19 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010 £	2009 £
Profit for the financial year	1,338,746	581,163
Dividends	(1,861,023)	(500,000)
	<u>(522,277)</u>	<u>81,163</u>
Other recognised gains and losses relating to the year	400,000	-
Net addition to shareholders' funds	<u>(122,277)</u>	<u>81,163</u>
Opening shareholders' funds	2,328,788	2,247,625
Closing shareholders' funds	<u><u>2,206,511</u></u>	<u><u>2,328,788</u></u>

20 CONTINGENT LIABILITIES

Included in creditors are amounts due in respect of a group VAT registration. The companies included are United Joinery Limited and Wales & Border Counties Plant Hire Limited. The balances due by United Joinery Limited and Wales & Border Counties Plant Hire Limited at the year end are not considered to be material.

21 PENSION COSTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable in the year by the company to the fund and amounted to £297,735 (2009 - £156,888).

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

22 RELATED PARTIES

Throughout the year, Alun Griffiths (Contractors) Limited, United Joinery Limited, Caradog Hotels Limited, Wales & Border Counties Plant Hire Limited and Mainunit Limited were ultimately controlled by Mr A Griffiths

Caradog Hotels Limited is also a partner of the Walnut Tree Partnership

The parent company Mainunit Limited, guarantees the bank borrowings of the company

During the year the company entered into the following transactions

	2010 £	2009 £
Mainunit Limited - Parent Company		
Dividends Paid	1,861,023	500,000
Balance owing from / (to) Mainunit Limited	(309)	1,718,583
Wales & Border Counties Plant Hire Limited - Fellow Subsidiary		
Purchases	2,660,000	1,940,000
Recharges & Transfers	2,060,695	1,951,395
Fixed assets purchased by Wales & Border Counties Plant Hire Limited	2,262,409	2,245,972
Balance owing from / (to) Wales & Border Counties Plant Hire Limited	3,955,923	2,292,818
United Recycled Aggregates Limited - Fellow Subsidiary		
Payments on behalf of United Recycled Aggregates Limited	33,101	-
Balance owing from / (to) United Recycled Aggregates Limited	33,101	(52)
United Joinery Limited- Company under common directorship		
Purchases	89,655	86,317
Written off during the year	10,305	-
Balance owing from / (to) United Joinery Limited	(3,148)	10,045
Caradog Hotels Limited - Company under common directorship		
Payments made on behalf of Caradog Hotels Limited	128,718	116,437
Balance owing from / (to) Caradog Hotels Limited	-	286,790

ALUN GRIFFITHS (CONTRACTORS) LIMITED
(REGISTERED NO: 01493003)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2010(CONT)

Mr A Griffiths and Mr W Brown, a director of United Joinery Limited, jointly own the premises from which the company trades. During the year the company paid rent totalling £20,000 to Mr Griffiths & Mr Brown for use of the premises (2009 £20,000)

The company undertakes various projects in joint arrangements with Hochtief (UK) Construction Limited and Swansea Highways Partnership

Each participant in the joint arrangement that is not an entity, account for their own assets, liabilities and cashflows, measured according to the terms of the agreement governing the arrangements

23 CONTROLLING PARTY

The company is controlled by the director, A Griffiths, by virtue of his shareholding in the parent company Mainunit Limited

24 PARENT UNDERTAKINGS

The ultimate parent company is Mainunit Limited, a company registered in Great Britain

The accounts of the above company are available to the public and can be obtained from the registered office of the company