

COMPANY REGISTRATION NUMBER 04716632

R & M WILLIAMS (HOLDINGS) LIMITED

FINANCIAL STATEMENTS

30 NOVEMBER 2010

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R & M WILLIAMS (HOLDINGS) LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

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R & M WILLIAMS (HOLDINGS) LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The director

Mr M J Williams

Company secretary

Diane Evans

Registered office

West Point Industrial Estate
Penarth Road
Cardiff
CF11 8JQ

Auditor

Kilsby & Williams LLP
Chartered Accountants
& Statutory Auditor
Cedar House
Hazell Drive
Newport
South Wales
NP10 8FY

R & M WILLIAMS (HOLDINGS) LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 30 NOVEMBER 2010

The director presents his report and the financial statements of the group for the year ended 30 November 2010

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity during the year was that of a holding company. The principal activity of the group was that of painting, maintenance and electrical contractors.

BUSINESS REVIEW

Turnover

Total group turnover showed a decrease of £0.650m in 2010 compared to 2009 as a result of the increasing pressures in the market due to the economic climate.

Gross profit

Total gross profit for the year increased by £0.097m with a rise in the gross margin of 0.4%. This slight increase is due to the company maintaining a tight control over its costs in the current economic environment.

Outlook

The group continues to be successful in securing work from its existing and new clients base. In tandem with this process there is a continuing drive for contract efficiency and the re-examination of long established practices of operation.

Risks and uncertainties

- i) The group considers its major risks are that the current recession deepens and the total contract construction market shrinks substantially. However the group remains highly flexible and competitive which has been proven with the increase in turnover in the current financial year.
- ii) Finance risks are low as the company has cash funds. Working capital and asset purchases have been funded out of the group profits and consequently shortage of capital is not an issue.
- iii) A substantial reduction in public sector work would affect the group as approximately 80% of turnover is from this sector. However the group continues to operate in five sectors of painting contractor, electrical contractor, housing stock maintenance, small to medium construction projects and refurbishment. Up to this point in time the diversity of capability and a highly flexible workforce continue to subdue this risk.

RESULTS AND DIVIDENDS

The profit for the year amounted to £3,143. The director has not recommended a dividend.

R & M WILLIAMS (HOLDINGS) LIMITED

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 30 NOVEMBER 2010

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The group's principal financial instruments comprise bank balances, bank overdrafts, bank loans, trade creditors, trade debtors and finance lease agreements. The main purpose of these instruments is to raise funds to finance the group's operations.

Due to the nature of the financial instruments used by the group there is no exposure to price risk. The group's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest.

The group is a lessee in respect of finance leased assets with fixed monthly payments. The group manages the liquidity risk by ensuring there are sufficient funds to meet the payments.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

DIRECTOR

The director who served the company during the year was as follows:

Mr M J Williams

DIRECTOR'S 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 director to prepare financial statements for each financial year. Under that law the director has 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 director 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 the group and of the profit or loss of the group for that year. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

R & M WILLIAMS (HOLDINGS) LIMITED

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 30 NOVEMBER 2010

In so far as the director is aware

- there is no relevant audit information of which the group's auditor is unaware, and
- the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditor is aware of that information

DONATIONS

During the year the company made the following contributions

	2010	2009
	£	£
Charitable	<u>3,356</u>	<u>-</u>

AUDITOR

Kilsby & Williams LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006

Signed by



M Williams
Director

Approved by the director on

24/8/11

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS
OF R & M WILLIAMS (HOLDINGS) LIMITED
YEAR ENDED 30 NOVEMBER 2010**

We have audited the group and parent company financial statements ("the financial statements") of R & M Williams (Holdings) Limited for the year ended 30 November 2010 which comprise the Consolidated Profit and Loss Account, Group Statement of Total Recognised Gains and Losses, Consolidated Balance Sheet and Company Balance Sheet, Consolidated Cash Flow Statement 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 shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

As explained more fully in the Director's Responsibilities Statement set out on pages 3 to 4, 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 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 OF THE FINANCIAL STATEMENTS

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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 30 November 2010 and of the group's 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 MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS
OF R & M WILLIAMS (HOLDINGS) LIMITED (CONTINUED)
YEAR ENDED 30 NOVEMBER 2010**

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

Noel Williams (Senior Statutory Auditor)
For and on behalf of
Kilsby & Williams LLP
Chartered Accountants & Statutory Auditor

Cedar House
Hazell Drive
Newport
South Wales
NP10 8FY



31/8/2011

R & M WILLIAMS (HOLDINGS) LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT YEAR ENDED 30 NOVEMBER 2010

	Note	2010 £	2009 (restated) £
TURNOVER			
Continuing operations		23,185,818	22,871,883
Acquisitions		—	963,158
		<u>23,185,818</u>	<u>23,835,041</u>
Group Turnover		23,185,818	23,835,041
Cost of sales	2	(21,306,678)	(22,052,862)
		<u>1,879,140</u>	<u>1,782,179</u>
GROSS PROFIT			
Net operating expenses	2	(1,844,217)	(1,559,959)
		<u>34,923</u>	<u>176,266</u>
OPERATING PROFIT:	4		
Continuing operations		34,923	176,266
Acquisitions		—	45,954
		<u>34,923</u>	<u>222,220</u>
GROUP OPERATING PROFIT			
Income from fixed asset investments	7	—	540
Interest receivable		1,044	1,484
Interest payable and similar charges	8	(1,803)	(348)
		<u>34,164</u>	<u>223,896</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			
Tax on profit on ordinary activities	9	251	(74,658)
		<u>34,415</u>	<u>149,238</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			
Minority interests		(31,272)	(17,419)
		<u>3,143</u>	<u>131,819</u>
PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY	10		
		<u>3,143</u>	<u>131,819</u>
PROFIT FOR THE FINANCIAL YEAR		<u>3,143</u>	<u>131,819</u>

All of the activities of the group are classed as continuing

The company has taken advantage of section 408 of the Companies Act 2006
not to publish its own Profit and Loss Account

The notes on pages 12 to 24 form part of these financial statements.

R & M WILLIAMS (HOLDINGS) LIMITED

GROUP STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

YEAR ENDED 30 NOVEMBER 2010

	2010	2009
	£	(restated)
		£
Profit for the financial year attributable to the shareholders of the parent company	3,143	131,819
Total recognised gains and losses relating to the year	<u>3,143</u>	<u>131,819</u>
Prior year adjustment (see note 12)	(200,000)	—
Total gains and losses recognised since the last annual report	<u>(196,857)</u>	<u>131,819</u>

The notes on pages 12 to 24 form part of these financial statements

R & M WILLIAMS (HOLDINGS) LIMITED

CONSOLIDATED BALANCE SHEET

30 NOVEMBER 2010

	Note	2010 £	2009 (restated) £
FIXED ASSETS			
Tangible assets	13	714,159	799,746
Investments	14	18,379	18,379
		<u>732,538</u>	<u>818,125</u>
CURRENT ASSETS			
Stocks	15	1,208,978	750,276
Debtors	16	5,724,001	6,747,372
Cash at bank and in hand		1,112,461	1,115,636
		<u>8,045,440</u>	<u>8,613,284</u>
CREDITORS: Amounts falling due within one year	17	4,002,349	4,637,064
NET CURRENT ASSETS		<u>4,043,091</u>	<u>3,976,220</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,775,629</u>	<u>4,794,345</u>
CREDITORS: Amounts falling due after more than one year	18	–	7,506
PROVISIONS FOR LIABILITIES			
Deferred taxation	20	27,235	40,860
		<u>4,748,394</u>	<u>4,745,979</u>
MINORITY INTERESTS		<u>17,171</u>	<u>17,899</u>
		<u>4,731,223</u>	<u>4,728,080</u>
CAPITAL AND RESERVES			
Called-up equity share capital	23	2,400,000	2,400,000
Other reserves	24	(2,398,000)	(2,398,000)
Profit and loss account	24	4,729,223	4,726,080
SHAREHOLDERS' FUNDS	25	<u>4,731,223</u>	<u>4,728,080</u>

These financial statements were approved and signed by the director and authorised for issue on

24/8/11
Mr M J Williams



The notes on pages 12 to 24 form part of these financial statements.

R & M WILLIAMS (HOLDINGS) LIMITED

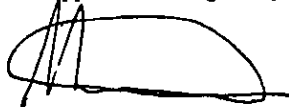
COMPANY BALANCE SHEET

30 NOVEMBER 2010

		2010	2009
		£	(restated) £
FIXED ASSETS	Note		
Investments	14	2,400,520	2,400,520
CURRENT ASSETS			
Stocks	15	852,542	322,542
Debtors	16	117,160	117,611
Cash at bank		417,474	1,061,770
		1,387,176	1,501,923
CREDITORS: Amounts falling due within one year	17	66,187	220,673
NET CURRENT ASSETS		1,320,989	1,281,250
TOTAL ASSETS LESS CURRENT LIABILITIES		3,721,509	3,681,770
CAPITAL AND RESERVES			
Called-up equity share capital	23	2,400,000	2,400,000
Profit and loss account	24	1,321,509	1,281,770
SHAREHOLDERS' FUNDS		3,721,509	3,681,770

These financial statements were approved and signed by the director and authorised for issue on

24/8/11
Mr M J Williams



Company Registration Number 04716632

The notes on pages 12 to 24 form part of these financial statements.

R & M WILLIAMS (HOLDINGS) LIMITED

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 30 NOVEMBER 2010

		2010	2009
	Note	£	(restated)
		£	£
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	26	359,776	(49,218)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Income from other fixed asset investments		–	540
Interest received		1,044	1,484
Interest paid		(1,046)	(348)
Interest element of hire purchase		(757)	–
Dividends paid to minority interest		(32,000)	–
NET CASH (OUTFLOW)/INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(32,759)	1,676
TAXATION		31,641	(141,355)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Payments to acquire tangible fixed assets		(198,934)	(158,625)
Receipts from sale of fixed assets		67,540	394,976
NET CASH (OUTFLOW)/INFLOW FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		(131,394)	236,351
EQUITY DIVIDENDS PAID		–	(102,840)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		227,264	(55,386)
FINANCING			
Net (outflow)/inflow from other short-term creditors		(200,000)	200,000
Capital element of hire purchase		(10,041)	(7,080)
NET CASH (OUTFLOW)/INFLOW FROM FINANCING		(210,041)	192,920
INCREASE IN CASH	26	17,223	137,534

The notes on pages 12 to 24 form part of these financial statements

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over five years from the year of acquisition. The results of companies acquired or disposed of are included in the consolidated profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Related parties transactions

In accordance with FRS8, transactions with other group companies that are included within these consolidated accounts are not disclosed.

Turnover

The turnover shown in the profit and loss account is derived from ordinary activities and represents the value of work done in the financial year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- 4% straight line
Leasehold Property	- 4% straight line
Plant & Machinery	- 35% reducing balance
Fixtures & Fittings	- 25% reducing balance
Motor Vehicles	- 25% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the consolidated profit and loss account on a straight line basis.

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

1. ACCOUNTING POLICIES *(continued)*

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the consolidated profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the consolidated profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

2. ANALYSIS OF COST OF SALES AND NET OPERATING EXPENSES

	Continuing operations £	Acquired operations £	Total £
YEAR ENDED 30 NOVEMBER 2010			
Cost of sales	21,306,678	-	21,306,678
Administrative expenses	1,875,691	-	1,875,691
Other operating income	(31,474)	-	(31,474)
Net operating expenses	1,844,217	-	1,844,217
YEAR ENDED 30 NOVEMBER 2009 (RESTATED)			
Turnover	22,871,883	963,158	23,835,041
Cost of sales	21,291,679	761,183	22,052,862
Gross profit	1,580,204	201,975	1,782,179
Administrative expenses	1,403,938	156,021	1,559,959
Net operating expenses	1,403,938	156,021	1,559,959
Operating profit	176,266	45,954	222,220

3. OTHER OPERATING INCOME

	2010 £	2009 (restated) £
Rent receivable	17,040	-
Other operating income	14,434	-
	31,474	-

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2010	2009 (restated)
	£	£
Depreciation of owned fixed assets	164,324	227,648
Depreciation of assets held under hire purchase agreements	4,615	6,154
Loss/(Profit) on disposal of fixed assets	48,042	(195,919)
Auditor's remuneration		
- as auditor	9,000	9,000
Operating lease costs		
- Plant and equipment	5,128	2,247
Net profit on foreign currency translation	(217)	—

5. PARTICULARS OF EMPLOYEES

The average number of staff employed by the group during the financial year amounted to

	2010	2009 (restated)
	No	No
Number of production staff	166	165
Number of administrative staff	25	17
	<u>191</u>	<u>182</u>

The aggregate payroll costs of the above were

	2010	2009 (restated)
	£	£
Wages and salaries	4,486,812	4,236,919
Social security costs	397,219	322,600
Other pension costs	41,105	248,850
	<u>4,925,136</u>	<u>4,808,369</u>

6. DIRECTOR'S REMUNERATION

The director's aggregate remuneration in respect of qualifying services were

	2010	2009 (restated)
	£	£
Aggregate remuneration	47,540	58,994
Value of company pension contributions to money purchase schemes	—	200,000
	<u>47,540</u>	<u>258,994</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

6. DIRECTOR'S REMUNERATION (*continued*)

The number of directors who accrued benefits under company pension schemes was as follows

	2010	2009 (restated)
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

7. INCOME FROM FIXED ASSET INVESTMENTS

	2010	2009 (restated)
	£	£
Income from other fixed asset investments	<u>-</u>	<u>540</u>

8. INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009 (restated)
	£	£
Interest payable on bank borrowing	1,046	348
Finance charges	<u>757</u>	<u>-</u>
	<u>1,803</u>	<u>348</u>

9. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2010	2009 (restated)
	£	£
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 28% (2009 - 28%)	15,950	80,780
(Over)/under provision in prior year	<u>(2,576)</u>	<u>-</u>
Total current tax	13,374	80,780
Deferred tax		
Origination and reversal of timing differences (note 20)		
Capital allowances	<u>(13,625)</u>	<u>(6,122)</u>
Tax on profit on ordinary activities	<u>(251)</u>	<u>74,658</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

9. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 28% (2009 - 28%)

	2010	2009 <i>(restated)</i>
	£	£
Profit on ordinary activities before taxation	34,164	223,896
Profit on ordinary activities by rate of tax	9,566	62,691
Expenses not deductible for tax purposes	61,636	64,025
Capital allowances for period in excess of depreciation	(951)	(45,913)
Utilisation of tax losses	(50,816)	-
Tax chargeable at lower rates	-	(14,158)
Adjustments to tax charge in respect of previous periods	(6,700)	-
Chargable gains	639	14,135
Total current tax (note 9(a))	13,374	80,780

10. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the financial statements of the parent company was £39,739 (2009 - £264,018)

11. DIVIDENDS

Equity dividends

	2010	2009 <i>(restated)</i>
	£	£
Paid during the year	-	102,840
Dividends on equity shares type	-	102,840

12. PRIOR YEAR ADJUSTMENT

The 2009 comparatives have been restated due to a company pension contribution committed to but not paid until December 2009. The adjustment has decreased the net profit and gross assets by £200,000.

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

13. TANGIBLE FIXED ASSETS

Group	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 December 2009	122,227	511,657	145,212	1,209,855	1,988,951
Additions	2,780	7,303	3,470	185,381	198,934
Disposals	—	(1,278)	(1,362)	(304,907)	(307,547)
At 30 November 2010	<u>125,007</u>	<u>517,682</u>	<u>147,320</u>	<u>1,090,329</u>	<u>1,880,338</u>
DEPRECIATION					
At 1 December 2009	8,659	360,169	82,551	737,826	1,189,205
Charge for the year	4,889	29,442	15,904	118,704	168,939
On disposals	—	—	(426)	(191,539)	(191,965)
At 30 November 2010	<u>13,548</u>	<u>389,611</u>	<u>98,029</u>	<u>664,991</u>	<u>1,166,179</u>
NET BOOK VALUE					
At 30 November 2010	<u>111,459</u>	<u>128,071</u>	<u>49,291</u>	<u>425,338</u>	<u>714,159</u>
At 30 November 2009	<u>113,568</u>	<u>151,488</u>	<u>62,661</u>	<u>472,029</u>	<u>799,746</u>

Hire purchase agreements

Included within the net book value of £714,159 is £13,846 (2009 - £18,461) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £4,615 (2009 - £6,154).

14. INVESTMENTS

Group	Total £
COST	
At 1 December 2009 and 30 November 2010	<u>18,379</u>
NET BOOK VALUE	
At 30 November 2010 and 30 November 2009	<u>18,379</u>

	Holding	Nature of business
Subsidiary undertakings		
All held by the company		
R & M Williams Limited	100% Ordinary shares	Painting and maintenance contractors
Williams PM Electrical Limited	52% Ordinary shares	Electrical contractors

All subsidiary undertakings are incorporated in England and Wales

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

14. INVESTMENTS *(continued)*

Company	Group companies £
COST	
At 1 December 2009 and 30 November 2010	<u>2,400,520</u>
NET BOOK VALUE	
At 30 November 2010 and 30 November 2009	<u>2,400,520</u>

15. STOCKS

	2010	Group 2009 <i>(restated)</i>	2010	Company 2009 <i>(restated)</i>
	£	£	£	£
Stock	157,500	74,472	—	—
Work in progress	361,858	353,262	—	—
Finished goods	689,620	322,542	852,542	322,542
	<u>1,208,978</u>	<u>750,276</u>	<u>852,542</u>	<u>322,542</u>

16. DEBTORS

	2010	Group 2009 <i>(restated)</i>	2010	Company 2009 <i>(restated)</i>
	£	£	£	£
Trade debtors	5,442,536	6,531,597	—	—
Amounts owed by group undertakings	—	—	85,480	82,374
VAT recoverable	—	—	—	33,566
Other debtors	146,563	203,435	—	—
Directors current accounts	28,606	4,816	—	—
Prepayments and accrued income	106,296	7,524	31,680	1,671
	<u>5,724,001</u>	<u>6,747,372</u>	<u>117,160</u>	<u>117,611</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

17. CREDITORS: Amounts falling due within one year

	2010	Group 2009 (restated)	2010	Company 2009 (restated)
	£	£	£	£
Overdrafts	–	20,398	–	–
Trade creditors	3,020,177	2,637,132	–	–
Amounts owed to group undertakings	–	–	41,832	–
Hire purchase agreements	6,101	8,636	–	–
Director's loan account	2,900	31	735	735
Corporation tax	78,473	33,458	13,444	17,018
PAYE and social security	201,328	163,983	2,127	1,921
VAT	391,875	748,247	3,706	–
Other creditors	–	200,000	–	200,000
Accruals and deferred income	301,495	825,179	4,343	999
	<u>4,002,349</u>	<u>4,637,064</u>	<u>66,187</u>	<u>220,673</u>

18. CREDITORS: Amounts falling due after more than one year

	2010	Group 2009 (restated)	2010	Company 2009 (restated)
	£	£	£	£
Hire purchase agreements	<u>–</u>	<u>7,506</u>	<u>–</u>	<u>–</u>

19. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2010	Group 2009 (restated)	2010	Company 2009 (restated)
	£	£	£	£
Amounts payable within 1 year	6,101	8,636	–	–
Amounts payable between 2 to 5 years	–	7,506	–	–
	<u>6,101</u>	<u>16,142</u>	<u>–</u>	<u>–</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

20. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	Group		Company	
	2010	2009 (restated)	2010	2009 (restated)
	£	£	£	£
Provision brought forward	40,860	46,982	-	-
Decrease in provision	(13,625)	(6,122)	-	-
Provision carried forward	<u>27,235</u>	<u>40,860</u>	<u>-</u>	<u>-</u>

The group's provision for deferred taxation consists of the tax effect of timing differences in respect of

Group	2010		2009	
	Provided	Unprovided	Provided (restated)	Unprovided
	£	£	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>27,235</u>	<u>-</u>	<u>40,860</u>	<u>-</u>

21. COMMITMENTS UNDER OPERATING LEASES

At 30 November 2010 the group had annual commitments under non-cancellable operating leases as set out below

Group	Assets other than Land and buildings	
	2010	2009 (restated)
	£	£
Operating leases which expire		
Within 1 year	8,379	3,480
Within 2 to 5 years	37,602	13,037
After more than 5 years	-	7,944
	<u>45,981</u>	<u>24,461</u>

22. RELATED PARTY TRANSACTIONS

The company is controlled by M Williams by virtue of his sole directorship and shareholding

In accordance with FRS 8, transactions with other group companies are included within the parent undertaking's financial statements are not disclosed

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

23 SHARE CAPITAL

Authorised share capital:

	2010	2009 (restated)
	£	£
2,400,000 Ordinary shares of £1 each	<u>2,400,000</u>	<u>2,400,000</u>

Allotted, called up and fully paid:

	2010		2009 (restated)	
	No	£	No	£
2,400,000 Ordinary shares of £1 each	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,400,000</u>

24. RESERVES

Group

	Merger Reserve	Profit and loss account (restated)
	£	£
Balance brought forward as previously reported	(2,398,000)	4,926,080
Prior year adjustment (note 12)	—	(200,000)
Restated balance as at 1 December 2009	<u>(2,398,000)</u>	<u>4,726,080</u>
Profit for the year	—	3,143
Balance carried forward	<u>(2,398,000)</u>	<u>4,729,223</u>

Company

	Profit and loss account (restated)
	£
Balance brought forward as previously reported	1,481,770
Prior year adjustment (note 12)	(200,000)
Restated balance as at 1 December 2009	<u>1,281,770</u>
Profit for the year	39,739
Balance carried forward	<u>1,321,509</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

25. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010	2009 (restated)
	£	£
Profit for the financial year	3,143	131,819
Equity dividends	—	(102,840)
Net addition to shareholders' funds	3,143	28,979
Opening shareholders' funds	4,928,080	4,699,101
Prior year adjustment (see note 12)	(200,000)	—
Closing shareholders' funds	<u>4,731,223</u>	<u>4,728,080</u>

26. NOTES TO THE CASH FLOW STATEMENT

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2010	2009 (restated)
	£	£
Operating profit	34,923	222,220
Depreciation	168,939	233,770
Loss/(Profit) on disposal of fixed assets	48,042	(195,919)
Increase in stocks	(458,702)	(327,014)
Decrease/(increase) in debtors	1,023,371	(801,802)
(Decrease)/increase in creditors	(456,797)	819,527
Net cash inflow/(outflow) from operating activities	<u>359,776</u>	<u>(49,218)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2010	2009 (restated)
	£	£
Increase in cash in the period	17,223	137,534
Net outflow from/(inflow) from other short-term creditors	200,000	(200,000)
Cash outflow in respect of hire purchase	10,041	7,080
	<u>227,264</u>	<u>(55,386)</u>
Change in net funds	227,264	(55,386)
Net funds at 1 December 2009	879,096	934,482
Net funds at 30 November 2010	<u>1,106,360</u>	<u>879,096</u>

R & M WILLIAMS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2010

26. NOTES TO THE CASH FLOW STATEMENT *(continued)*

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Dec 2009 £	Cash flows £	At 30 Nov 2010 £
Net cash			
Cash in hand and at bank	1,115,636	(3,175)	1,112,461
Overdrafts	(20,398)	20,398	—
	<u>1,095,238</u>	<u>17,223</u>	<u>1,112,461</u>
Debt			
Debt due within 1 year	(200,000)	200,000	—
Hire purchase agreements	(16,142)	10,041	(6,101)
	<u>(216,142)</u>	<u>210,041</u>	<u>(6,101)</u>
Net funds	<u>879,096</u>	<u>227,264</u>	<u>1,106,360</u>