

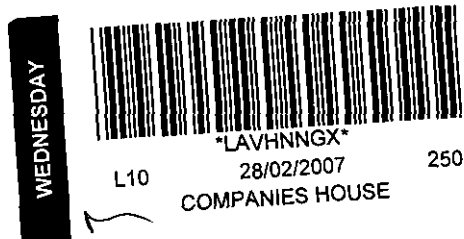
REGISTERED NUMBER: 3481736 (England and Wales)



CIVVALS

Chartered Accountants
Registered Auditors

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2006
FOR
MEDIVET GROUP LIMITED



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MEDIVET GROUP LIMITED

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FOR THE YEAR ENDED 30 APRIL 2006**

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MEDIVET GROUP LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2006**

DIRECTORS:

A S Levy
R M Leonard
G Carter
J Smithers

SECRETARY:

A S Levy

REGISTERED OFFICE:

5th Floor
Marble Arch House
66 - 68 Seymour Street
London
W1H 5AF

REGISTERED NUMBER:

3481736 (England and Wales)

AUDITORS:

Civvals
Chartered Accountants and
Registered Auditors
Marble Arch House
66-68 Seymour Street
London
W1H 5AF

MEDIVET GROUP LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 APRIL 2006

The directors present their report with the accounts of the company for the year ended 30 April 2006.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of administrative, labour and buying services for veterinary practices.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

No dividends will be distributed for the year ended 30 April 2006.

DIRECTORS

The directors during the year under review were:

A S Levy	
A Teper	- deceased 8.9.05
R M Leonard	
G Carter	
J Gladstone	- resigned 9.9.05
J Smithers	

The directors holding office at 30 April 2006 did not hold any beneficial interest in the issued share capital of the company at 1 May 2005 or 30 April 2006.

At 30 April 2006, all the issued share capital of the company was held by Medivet Veterinary Group, a partnership in which all the directors of Medivet Group Limited are partners.

DISABLED EMPLOYEES

Applications for disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure their employment with the group continues and that appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical with that of other employees.

EMPLOYEE CONSULTATION

The company places considerable value on the involvement of its employees and has continued to keep them informed on matters affecting them as employees and on the various factors affecting the performance of the company.

MEDIVET GROUP LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 APRIL 2006

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). The financial statements are required by law to 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 these 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Civvals, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



A S Levy - Secretary

22 February 2007

**REPORT OF THE INDEPENDENT AUDITORS TO
MEDIVET GROUP LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages five to fifteen, together with the financial statements of Medivet Group Limited for the year ended 30 April 2006 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Civvals
Chartered Accountants and
Registered Auditors
Marble Arch House
66-68 Seymour Street
London
W1H 5AF

26 February 2007

MEDIVET GROUP LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2006**

	Notes	2006 £	2005 £
GROSS PROFIT		9,506,486	9,140,503
Administrative expenses		<u>9,206,601</u>	<u>8,708,086</u>
OPERATING PROFIT	3	299,885	432,417
Income from investments		17,000	17,000
Interest receivable and similar income		<u>12,936</u>	<u>16,666</u>
		29,936	33,666
		329,821	466,083
Interest payable and similar charges	4	<u>1,719</u>	<u>7,687</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		328,102	458,396
Tax on profit on ordinary activities	5	<u>116,497</u>	<u>135,568</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		211,605	322,828
Retained profit brought forward		<u>2,270,922</u>	<u>1,948,094</u>
RETAINED PROFIT CARRIED FORWARD		<u>£2,482,527</u>	<u>£2,270,922</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

ABBREVIATED BALANCE SHEET
30 APRIL 2006

	Notes	2006 £	2005 £
FIXED ASSETS:			
Tangible assets	6	847,248	702,727
Investments	7	1,000	1,000
		<u>848,248</u>	<u>703,727</u>
CURRENT ASSETS:			
Stocks	8	115,109	117,259
Debtors	9	4,344,542	3,392,277
Cash at bank		56,488	115,335
		<u>4,516,139</u>	<u>3,624,871</u>
CREDITORS: Amounts falling due within one year	10	<u>2,871,860</u>	<u>2,047,676</u>
NET CURRENT ASSETS:		<u>1,644,279</u>	<u>1,577,195</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u><u>£2,492,527</u></u>	<u><u>£2,280,922</u></u>
CAPITAL AND RESERVES:			
Called up share capital	13	10,000	10,000
Profit and loss account		2,482,527	2,270,922
SHAREHOLDERS' FUNDS:	16	<u><u>£2,492,527</u></u>	<u><u>£2,280,922</u></u>

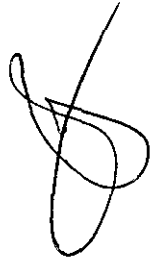
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 22 February 2007 and were signed on its behalf by:

A S Levy - Director



J Smithers - Director



The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2006**

	Notes	2006 £	2005 £
Net cash inflow from operating activities	1	325,620	467,374
Returns on investments and servicing of finance	2	28,217	25,979
Taxation		(135,568)	(171,627)
Capital expenditure	2	(294,036)	(224,728)
(Decrease)/Increase in cash in the period		<u>£(75,767)</u>	<u>£96,998</u>
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/Increase in cash in the period		<u>(158,527)</u>	<u>96,998</u>
Change in net funds resulting from cash flows		<u>(158,527)</u>	<u>96,998</u>
Movement in net funds in the period		(158,527)	96,998
Net funds/(debt) at 1 May		<u>32,088</u>	<u>(64,910)</u>
Net (debt)/funds at 30 April		<u>£(126,439)</u>	<u>£32,088</u>

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2006**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2006 £	2005 £
Operating profit	299,885	432,417
Depreciation charges	149,515	124,913
Profit on sale of fixed assets	-	(1,250)
Decrease in stocks	2,150	175,284
Increase in debtors	(508,861)	(1,302,277)
Increase in creditors	382,931	1,038,287
Net cash inflow from operating activities	<u><u>325,620</u></u>	<u><u>467,374</u></u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2006 £	2005 £
Returns on investments and servicing of finance		
Interest received	12,936	16,666
Interest paid	(1,719)	(7,687)
Dividends received	17,000	17,000
Net cash inflow for returns on investments and servicing of finance	<u><u>28,217</u></u>	<u><u>25,979</u></u>
Capital expenditure		
Purchase of tangible fixed assets	(294,036)	(229,728)
Sale of tangible fixed assets	-	5,000
Net cash outflow for capital expenditure	<u><u>(294,036)</u></u>	<u><u>(224,728)</u></u>

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2006**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.5.05 £	Cash flow £	At 30.4.06 £
Net cash:			
Cash at bank	115,335	(58,847)	56,488
Bank overdrafts	(83,247)	(99,680)	(182,927)
	<u>32,088</u>	<u>(158,527)</u>	<u>(126,439)</u>
Total	<u>32,088</u>	<u>(158,527)</u>	<u>(126,439)</u>
Analysed in Balance Sheet			
Cash at bank	115,335		56,488
Bank overdrafts	(83,247)		(182,927)
	<u>32,088</u>		<u>(126,439)</u>

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2006

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures fittings and equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

2. STAFF COSTS

	2006	2005
	£	£
Wages and salaries	4,927,040	4,338,159
Social security costs	486,207	407,261
Other pension costs	22,282	29,146
	<u>5,435,529</u>	<u>4,774,566</u>

The average monthly number of employees during the year was as follows:

	2006	2005
Administration	60	60
Veterinary staff	244	232
	<u>304</u>	<u>292</u>

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2006

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2006 £	2005 £
Hire of plant and machinery	(66,095)	111,322
Depreciation - owned assets	149,515	124,913
Profit on disposal of fixed assets	-	(1,250)
Auditors' remuneration	9,000	9,000
	<u> </u>	<u> </u>
Directors' emoluments	-	-
	<u> </u>	<u> </u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2006 £	2005 £
Bank interest	1,719	7,687
	<u> </u>	<u> </u>

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2006 £	2005 £
Current tax:		
UK corporation tax	116,497	135,568
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	116,497	135,568
	<u> </u>	<u> </u>

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2006 £	2005 £
Profit on ordinary activities before tax	328,102	458,396
	<u> </u>	<u> </u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2005 - 30%)	98,431	137,519
Effects of:		
Expenses not deductible for tax purposes	2,342	3,795
Capital allowances in excess of depreciation	20,824	(646)
Dividends receivable from investments	(5,100)	(5,100)
	<u> </u>	<u> </u>
Current tax charge	116,497	135,568
	<u> </u>	<u> </u>

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2006**

6. TANGIBLE FIXED ASSETS

	Fixtures fittings and equipment	Motor vehicles	Totals
	£	£	£
COST:			
At 1 May 2005	1,124,129	3,800	1,127,929
Additions	294,036	-	294,036
At 30 April 2006	1,418,165	3,800	1,421,965
DEPRECIATION:			
At 1 May 2005	421,402	3,800	425,202
Charge for year	149,515	-	149,515
At 30 April 2006	570,917	3,800	574,717
NET BOOK VALUE:			
At 30 April 2006	847,248	-	847,248
At 30 April 2005	702,727	-	702,727

7. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 May 2005 and 30 April 2006	1,000
NET BOOK VALUE:	
At 30 April 2006	1,000
At 30 April 2005	1,000
	2006
	£
Unlisted investments	1,000
	2005
	£
	1,000

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2006**

7. FIXED ASSET INVESTMENTS - continued

Lab Services Limited

Nature of business: veterinary laboratory

Class of shares:

Ordinary

%
holding
33.00

	2006	2005
	£	£
Aggregate capital and reserves	17,187	10,926
Profit for the year	23,251	3,768

8. STOCKS

	2006	2005
	£	£
Stock	115,109	117,259

The stock is made up of drugs and food.

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2006	2005
	£	£
Trade debtors	3,624,479	3,096,037
Prepayments and accrued income	699,139	255,735
Amounts owed by group undertakings	20,924	40,505
	4,344,542	3,392,277

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2006	2005
	£	£
Bank loans and overdrafts (see note 11)	182,927	83,247
Trade creditors	568,843	528,677
Other creditors	1,581,499	818,812
Other taxes and social security costs	178,605	399,076
Corporation tax	116,497	135,568
Accrued expenses	243,489	82,296
	2,871,860	2,047,676

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2006

11. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	2006 £	2005 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>182,927</u>	<u>83,247</u>

12. OPERATING LEASE COMMITMENTS

The following payments are committed to be paid within one year:

	Operating leases			
	Land and buildings		Other	
	2006 £	2005 £	2006 £	2005 £
Expiring:				
Within one year	-	-	22,102	15,314
Between one and five years	-	-	76,998	53,350
In more than five years	<u>1,127,170</u>	<u>1,127,170</u>	-	-
	<u>1,127,170</u>	<u>1,127,170</u>	<u>99,100</u>	<u>68,664</u>

13. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2006 £	2005 £
1,000,000	Ordinary	1	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2006 £	2005 £
10,000	Ordinary	1	<u>10,000</u>	<u>10,000</u>

14. PENSION COMMITMENTS

The company operates a defined contribution pension scheme, for which the pension cost charged for the year amounted to £22,282 (2005 - £29,146).

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2006

15. RELATED PARTY DISCLOSURES

All the services rendered by the company during the period were to the Medivet Veterinary Group, a partnership controlled by the directors. At 30 April 2006, the balance from the partnership was £3,624,479 (2005 - £3,096,037). This represents a debt for services rendered and was repaid in the normal course of business after the balance sheet date.

Included in other creditors at 30 April 2006 is £1,581,499 (2005 - £799,740) owed to Medivet Veterinary Group in respect of expenses paid during the year by the partnership on behalf of the company.

During the year the company purchased services from Lab Services Limited, an associated company to the value of £282,766 (2005 - £254,002).

At 30th April 2006, the amounts owed by group undertakings in respect of expenses paid by the company include £5,250 (2005 - £3,900) from Complete Animal Care Limited, £3,833 (2005 - £3,900) from Lab Services Limited, £5,291 (2005 - £5,291) from Pet Health Education Services Limited, £3,150 (2005 - £3,150) from Hayes Property Limited and £2,500 (2005 - £2,500) from Medivet Property Holdings Limited (see note 9).

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2006 £	2005 £
Profit for the financial year	211,605	322,828
Net addition to shareholders' funds	211,605	322,828
Opening shareholders' funds	2,280,922	1,958,094
Closing shareholders' funds	2,492,527	2,280,922
Equity interests	2,492,527	2,280,922

17. CONTROLLING PARTY

The company is controlled by Medivet Veterinary Group, a partnership in which the directors of Medivet Group Limited are partners.