

Registered number: 03481736

**Medivet Group Limited**

**Directors' Report and Financial Statements**

**For the year ended 30 April 2015**

WEDNESDAY



\*A4JY8H1P\*

A24

11/11/2015

#458

COMPANIES HOUSE

**Medivet Group Limited**

## Company Information

<b>Directors</b>	A S Levy G Carter J Smithers K L Morris
<b>Registered number</b>	03481736
<b>Registered office</b>	Unit 4 Mowat Industrial Estate Sandown Road Watford WD24 7UY
<b>Independent auditor</b>	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor Grant Thornton House Melton Street Euston Square London NW1 2EP

## Contents

	Page
<b>Strategic report</b>	1
<b>Directors' report</b>	2 - 3
<b>Independent auditor's report</b>	4 - 5
<b>Profit and loss account</b>	6
<b>Balance sheet</b>	7
<b>Notes to the financial statements</b>	8 - 20

# Strategic Report

For the year ended 30 April 2015

## **Business review and future developments**

The business continues to grow in the right direction with the acquisition of more practices to which the services are provided. Turnover and profitability have shown a good trend. The company has been successful in recruiting and retaining professional staff. The company has capitalised on the business opportunities available within the group and resources are utilised best by employing them flexibly for overall growth.

The company intends to continue with both its organic and acquisitive growth.

## **Financial risk management objectives and policies**

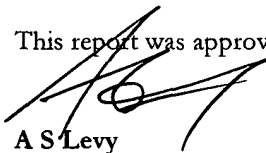
The principal risks facing the company constitute market competitors, professional regulations and continuing bank support. To minimise these risks, the company is improving practice premises, hiring qualified staff and investing in information technology systems. The company's complete reliance on its parent and subsidiary entities, for revenue generation is not considered a risk as it is part of the business model for the group under common control.

## **Financial key performance indicators**

The directors manage the company on key indicators including growth, profitability and cash generation. Other indicators include the acquisition of new customers and retention of existing ones. Furthermore, the directors are always considering improved and new sources of supply and cost effectiveness.

In the year to 30 April 2015, the turnover grew by 9% and the gross profit margin remained constant at 46%.

This report was approved by the board on 23 October 2015 and signed on its behalf.



**A S Levy**  
**Director**

## **Directors' Report**

**For the year ended 30 April 2015**

The directors present their report and the financial statements for the year ended 30 April 2015.

### **Directors' responsibilities statement**

The directors are responsible for preparing the Strategic report, the Directors' 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 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 enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

### **Results**

The profit for the year, after taxation, amounted to £3,181,238 (2014 - £2,776,806).

### **Directors**

The directors who served during the year were:

A S Levy  
G Carter  
J Smithers  
K L Morris

### **Employee involvement**

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.

### **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 company continues and that appropriate training is arranged. It is the policy of the company that the

## Directors' Report

**For the year ended 30 April 2015**

training, career development and promotion of disabled persons, should, as far as possible, be identical with that of other employees.

### **Disclosure of information to auditor**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### **Auditor**

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on 23 October 2015 and signed on its behalf.



**A S Levy**  
Director

## Independent Auditor's Report to the Members of Medivet Group Limited

We have audited the financial statements of Medivet Group Limited for the year ended 30 April 2015, which comprise the Profit and loss account, the Balance sheet 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 auditor**

As explained more fully in the Directors' responsibilities statement, the directors are 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 of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **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 30 April 2015 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 Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



## Independent Auditor's Report to the Members of Medivet Group Limited

### **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 the information and explanations we require for our audit.

A handwritten signature in black ink, appearing to read "Philip Westerman", followed by a long horizontal line.

Philip Westerman (Senior statutory auditor)  
for and on behalf of  
Grant Thornton UK LLP  
Chartered Accountants  
Statutory Auditor  
London

23 October 2015



## Profit and Loss Account

For the year ended 30 April 2015

	Note	2015 £	2014 £
<b>Turnover</b>	1,2	49,197,935	45,199,154
Cost of sales		(26,560,212)	(24,002,448)
<b>Gross profit</b>		<u>22,637,723</u>	<u>21,196,706</u>
Administrative expenses		(19,424,556)	(18,317,394)
Other operating income	3	<u>279,220</u>	<u>167,604</u>
<b>Operating profit</b>	4	3,492,387	3,046,916
Income from other participating interests		472,000	622,000
Interest receivable and similar income		135	83
Interest payable and similar charges	6	<u>(44,719)</u>	<u>(56,580)</u>
<b>Profit on ordinary activities before taxation</b>		3,919,803	3,612,419
Tax on profit on ordinary activities	7	<u>(738,565)</u>	<u>(835,613)</u>
<b>Profit for the financial year</b>	18	<u><u>3,181,238</u></u>	<u><u>2,776,806</u></u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2015 or 2014 other than those included in the Profit and loss account.

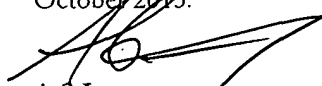
The notes on pages 8 to 20 form part of these financial statements.

## Balance Sheet

As at 30 April 2015

	Note	£	2015 £	£	2014 £
<b>Fixed assets</b>					
Intangible assets	8		27,843,442		30,610,050
Tangible assets	9		4,310,131		4,098,816
Investments	10		585,670		585,670
			<u>32,739,243</u>		<u>35,294,536</u>
<b>Current assets</b>					
Stocks	11	926,757		894,475	
Debtors	12	10,479,125		8,728,252	
Cash at bank and in hand		435,539		694,319	
		<u>11,841,421</u>		<u>10,317,046</u>	
<b>Creditors: amounts falling due within one year</b>	13	(7,531,503)		(7,594,276)	
<b>Net current assets</b>			<u>4,309,918</u>		<u>2,722,770</u>
<b>Total assets less current liabilities</b>			<u>37,049,161</u>		<u>38,017,306</u>
<b>Creditors: amounts falling due after more than one year</b>	14		(22,672,350)		(26,628,790)
<b>Provisions for liabilities</b>					
Deferred tax	15	-		(170,484)	
Other provisions	16	(155,603)		(178,062)	
			<u>(155,603)</u>		<u>(348,546)</u>
<b>Net assets</b>			<u><u>14,221,208</u></u>		<u><u>11,039,970</u></u>
<b>Capital and reserves</b>					
Called up share capital	17		710,000		710,000
Profit and loss account	18		13,511,208		10,329,970
<b>Shareholders' funds</b>	19		<u><u>14,221,208</u></u>		<u><u>11,039,970</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 23 October 2015.

  
A S Levy  
Director

The notes on pages 8 to 20 form part of these financial statements.

# Notes to the Financial Statements

For the year ended 30 April 2015

## 1. Accounting Policies

### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

### 1.2 Turnover

Turnover comprises revenue recognised by the company in respect of veterinary services and related veterinary products supplied during the year, exclusive of Value Added Tax and trade discounts.

In addition, turnover also comprises management fee income from group companies. This is calculated on an arm's length basis and recognised as the management services are provided.

### 1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Amortisation is provided at the following rates:

Goodwill	- 15 years straight line
----------	--------------------------

### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Property improvements	- 15% reducing balance
Motor vehicles	- 25% reducing balance
Fixtures and fittings	- 15% reducing balance
Computer equipment	- 25% straight line
Software development	- 25% straight line

### 1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

# Notes to the Financial Statements

For the year ended 30 April 2015

## 1. Accounting Policies (continued)

### 1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

### 1.7 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

### 1.8 Stocks

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

### 1.9 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

### 1.10 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

# Notes to the Financial Statements

For the year ended 30 April 2015

## 1. Accounting Policies (continued)

### 1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

### 1.12 Preference shares

The preference shares are held by Medivet Partnership LLP and are redeemable only at the LLP's option. They have therefore been classified as long term creditors and not equity.

### 1.13 Critical judgements applied

The directors have exercised significant judgement when determining the accounting treatment for the acquisition of the branch practices from Medivet Partnership LLP. This has resulted in purchased goodwill of £41.2m being recognised on acquisition against which accumulated amortisation of £13.8m has been charged. The current year tax charge and year end liability has been reduced by £0.3m due to tax relief on this amortisation.

## 2. Turnover

The whole of the turnover is attributable to the provision of veterinary services and management services to related entities.

A geographical analysis of turnover is as follows:

	2015	2014
	£	£
United Kingdom	47,864,744	44,211,616
Rest of world	1,333,191	987,538
	<u>49,197,935</u>	<u>45,199,154</u>

## 3. Other operating income

	2015	2014
	£	£
Net rents receivable	<u>279,220</u>	<u>167,604</u>

# Notes to the Financial Statements

For the year ended 30 April 2015

## 4. Operating profit

The operating profit is stated after charging:

	2015	2014
	£	£
Amortisation - intangible fixed assets	2,805,055	2,785,988
Depreciation of tangible fixed assets:		
- owned by the company	1,074,837	1,276,041
- held under finance leases	93,832	81,033
Auditor's remuneration	20,000	20,000
Operating lease rentals:		
- plant and machinery	435,637	343,946
- other operating leases	2,084,191	1,905,096
Difference on foreign exchange	26,689	16,118
Exceptional items	85,000	-
	<u>2,805,055</u>	<u>2,785,988</u>

During the year, no director received any emoluments (2014 - £NIL).

Exceptional costs of £85,000 (2014: £nil) were incurred in the year. These related to termination costs of a former employee.

## 5. Staff costs

Staff costs were as follows:

	2015	2014
	£	£
Wages and salaries	15,904,515	14,214,114
Social security costs	1,337,613	1,182,761
Other pension costs	192,676	67,485
	<u>17,434,804</u>	<u>15,464,360</u>

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

	2015	2014
	No.	No.
Administration	92	67
Veterinary staff	747	708
	<u>839</u>	<u>775</u>

## Notes to the Financial Statements

For the year ended 30 April 2015

**6. Interest payable**

	2015	2014
	£	£
On bank loans and overdrafts	6,563	1,218
On finance leases and hire purchase contracts	38,156	55,362
	<u>44,719</u>	<u>56,580</u>

**7. Taxation**

	2015	2014
	£	£
<b>Analysis of tax charge in the year</b>		
<b>Current tax</b> (see note below)		
UK corporation tax charge on profit for the year	961,000	1,052,289
Adjustments in respect of prior periods	(51,951)	(348,924)
<b>Total current tax</b>	<u>909,049</u>	<u>703,365</u>
<b>Deferred tax</b> (see note 15)		
Origination and reversal of timing differences	(170,484)	132,248
<b>Tax on profit on ordinary activities</b>	<u>738,565</u>	<u>835,613</u>

**Factors affecting tax charge for the year**

The tax assessed for the year is higher than (2014 - lower than) the standard rate of corporation tax in the UK of 21% (2014 - 22%). The differences are explained below:

	2015	2014
	£	£
Profit on ordinary activities before tax	<u>3,919,803</u>	<u>3,612,419</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2014 - 22%)	823,159	794,732
<b>Effects of:</b>		
Non-tax deductible amortisation of goodwill and impairment	128,000	134,087
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	(54,039)	30,330
Capital allowances for year in excess of depreciation	130,000	229,980
Adjustments to tax charge in respect of prior periods	(51,951)	(348,924)
Non-taxable income less expenses not deductible for tax purposes, other than goodwill and impairment	(99,120)	-
Non-taxable costs/(income)	33,000	(136,840)
<b>Current tax charge for the year</b> (see note above)	<u>909,049</u>	<u>703,365</u>

# Notes to the Financial Statements

For the year ended 30 April 2015

## 8. Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 May 2014	41,647,159
Additions	44,594
Foreign exchange movement	(6,762)
At 30 April 2015	<u>41,684,991</u>
<b>Amortisation</b>	
At 1 May 2014	11,037,109
Charge for the year	2,805,055
Foreign exchange movement	(615)
At 30 April 2015	<u>13,841,549</u>
<b>Net book value</b>	
At 30 April 2015	<u>27,843,442</u>
At 30 April 2014	<u>30,610,050</u>



## Notes to the Financial Statements

For the year ended 30 April 2015

**9. Tangible fixed assets**

	Property improvements £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Software development costs £	Total £
<b>Cost</b>						
At 1 May 2014	3,052,480	94,995	3,919,358	152,712	1,723,560	8,943,105
Additions	753,592	14,152	586,251	53,149	378,429	1,785,573
Disposals	-	-	(556,249)	-	-	(556,249)
Foreign exchange movement	(1,026)	(1,480)	(1,371)	-	-	(3,877)
At 30 April 2015	3,805,046	107,667	3,947,989	205,861	2,101,989	10,168,552
<b>Depreciation</b>						
At 1 May 2014	1,289,775	8,644	2,144,156	121,940	1,279,774	4,844,289
Charge for the year	317,996	24,171	309,285	41,494	475,884	1,168,830
On disposals	-	-	(154,499)	-	-	(154,499)
Foreign exchange movement	(77)	(19)	(103)	-	-	(199)
At 30 April 2015	1,607,694	32,796	2,298,839	163,434	1,755,658	5,858,421
<b>Net book value</b>						
At 30 April 2015	2,197,352	74,871	1,649,150	42,427	346,331	4,310,131
At 30 April 2014	1,762,705	86,351	1,775,202	30,772	443,786	4,098,816

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2015 £	2014 £
Furniture, fittings and equipment	773,301	383,959

# Notes to the Financial Statements

For the year ended 30 April 2015

## 10. Fixed asset investments

	Investments in subsidiary and associated companies £
<b>Cost or valuation</b>	
At 1 May 2014 and 30 April 2015	585,670
<b>Net book value</b>	
At 30 April 2015	585,670
At 30 April 2014	585,670

### Subsidiary undertakings

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Complete Animal Care Limited	Ordinary	100%

The aggregate of the share capital and reserves as at 30 April 2015 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit £
Complete Animal Care Limited	365,211	277,242

The following were associated undertakings of the company:

Company name	Country	Percentage Shareholding	Description
Lab Services Limited	United Kingdom	33%	Veterinary laboratory
Topbuild (UK) Limited	United Kingdom	50%	Building company

## 11. Stocks

	2015 £	2014 £
Finished goods and goods for resale	926,757	894,475

# Notes to the Financial Statements

For the year ended 30 April 2015

## 12. Debtors

	2015	2014
	£	£
Trade debtors	1,348,118	1,166,788
Amounts owed by group undertakings	7,615,726	6,374,328
Amounts owed by undertakings in which the company has a participating interest	126,629	79,821
Other debtors	173,038	207,361
Prepayments and accrued income	1,215,614	899,954
	<u>10,479,125</u>	<u>8,728,252</u>

## 13. Creditors:

### Amounts falling due within one year

	2015	2014
	£	£
Other loans	29,574	-
Net obligations under finance leases and hire purchase contracts	212,956	130,214
Trade creditors	3,688,065	3,119,335
Amounts owed to group undertakings	-	227,542
Corporation tax	729,606	704,368
Other taxation and social security	1,786,712	2,493,453
Other creditors	968,209	770,090
Accruals and deferred income	116,381	149,274
	<u>7,531,503</u>	<u>7,594,276</u>

## 14. Creditors:

### Amounts falling due after more than one year

	2015	2014
	£	£
Net obligations under finance leases and hire purchase contracts	557,647	319,189
Deferred consideration	2,736,115	3,688,243
Share capital treated as debt (Note 17)	19,378,588	22,621,358
	<u>22,672,350</u>	<u>26,628,790</u>

# Notes to the Financial Statements

For the year ended 30 April 2015

## 14. Creditors:

### Amounts falling due after more than one year (continued)

Creditors include amounts not wholly repayable within 5 years as follows:

	2015	2014
	£	£
Repayable other than by instalments	22,077,734	26,287,636

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	2015	2014
	£	£
Between one and five years	557,647	319,189

On 1 May 2010, the company acquired the trade and assets of certain branch practices from Medivet Partnership LLP for a total consideration of £41.5m. The consideration has been settled through the issue of 34,727,200 £1 redeemable preference shares and deferred consideration of £6,772,800.

During the year, the company paid £1,159,132 (2014: £796,319) against the deferred consideration and redeemed preference shares to the value of £3,242,771 (2014: £3,209,502).

## 15. Deferred taxation

	2015	2014
	£	£
At beginning of year	170,484	38,236
(Released during)/charge for year (P&L)	(170,484)	132,248
At end of year	-	170,484

The provision for deferred taxation is made up as follows:

	2015	2014
	£	£
Accelerated capital allowances	-	170,484

# Notes to the Financial Statements

For the year ended 30 April 2015

## 16. Provisions

	Onerous lease provision £
At 1 May 2014	178,062
Utilised in the year	(22,459)
At 30 April 2015	<u>155,603</u>

### Onerous lease provision

At the year end, the company has provided in full for the lease rentals of a property that it is no longer using as a veterinary practice.

## 17. Share capital

	2015 £	2014 £
<b>Shares classified as capital</b>		
<b>Allotted, called up and fully paid</b>		
710,000 Ordinary shares of £1 each	<u>710,000</u>	<u>710,000</u>
<b>Shares classified as debt</b>		
<b>Allotted, called up and fully paid</b>		
19,378,588 (2014 - 22,621,358) Preference shares of £1 each	<u>19,378,588</u>	<u>22,621,358</u>

## 18. Reserves

	Profit and loss account £
At 1 May 2014	10,329,970
Profit for the financial year	3,181,238
At 30 April 2015	<u>13,511,208</u>

# Notes to the Financial Statements

For the year ended 30 April 2015

## 19. Reconciliation of movement in shareholders' funds

	2015 £	2014 £
Opening shareholders' funds	11,039,970	8,263,164
Profit for the financial year	3,181,238	2,776,806
Closing shareholders' funds	<u>14,221,208</u>	<u>11,039,970</u>

## 20. Pension commitments

The company operates a defined contributions 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 by the company to the fund and amounted to £192,676 (2014: £67,485).

## 21. Operating lease commitments

At 30 April 2015 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2015 £	2014 £	2015 £	2014 £
<b>Expiry date:</b>				
Within 1 year	91,500	122,800	48,226	171,459
Between 2 and 5 years	514,409	159,673	155,698	241,379
After more than 5 years	849,435	1,860,226	-	-
	<u>1,455,344</u>	<u>2,142,699</u>	<u>203,924</u>	<u>412,838</u>

## 22. Secured debts

The bank holds a debenture over the assets of the company as security for the borrowings of the group.

## 23. Related party transactions

At 30 April 2015, there is a balance of £139,983 (2014: £139,983) due from Medivet Property Holdings Limited, a company which has common directors with Medivet Group Limited. Rent of £870,675 (2014: £821,775) was paid to Medivet Property Holdings Limited in the year. All transactions were on an arm's length basis.

At 30 April 2015, there is a balance of £14,315 (2014: £12,079) due from Lab Services Limited, an associated company of Medivet Group Limited. During the year, services totalling £1,034,861 (2014: £901,725) were purchased from Lab Services Limited. All transactions were on an arm's length basis.

At 30 April 2015, there is a balance of £112,314 (2014: £68,047) due from Topbuild (UK) Limited, an associated company of Medivet Group Limited. During the year, services totalling £952,424 (2014: £929,119) were purchased from Topbuild (UK) Limited. All transactions were on an arm's length basis.

## Notes to the Financial Statements

For the year ended 30 April 2015

### **23. Related party transactions (continued)**

The company has taken advantage of the exemption allowed in Financial Reporting Standard 8, not to disclose transactions between other group companies, where the related companies are wholly owned.

### **24. Ultimate parent undertaking and controlling party**

The company is controlled by, and is a wholly owned subsidiary of, Medivet Partnership LLP. The largest and smallest group to prepare consolidated accounts which include this company is that headed by Medivet Partnership LLP.