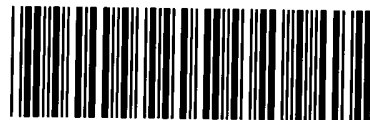


**PDSA PetAid Enterprises Limited**  
**Report and Financial Statements**  
**Year Ended 31 December 2016**

WEDNESDAY



\*L6AIZ1UQ\*

LD5

12/07/2017

#45

COMPANIES HOUSE

Company Registration No 4374375

## Contents

	Page
Officers and professional advisers	1
Directors' report	2 - 3
Directors' responsibilities statement	4
Independent auditor's report	5 - 6
Statement of Comprehensive Income	7
Statement of Changes in Equity	8
Balance sheet	9
Notes to the financial statements	10 - 13

## **Officers and professional advisers**

### **Directors**

J. McLoughlin  
R. Hooker  
S. Howard  
M. Pell

### **Secretary**

R. Eaton

### **Registered Office**

Whitechapel Way  
Priorslee  
Telford  
Shropshire  
TF2 9PQ

### **Bankers**

Lloyds Bank plc  
2<sup>nd</sup> Floor  
125 Colmore Row  
Birmingham  
B3 3SF

### **Auditor**

BDO LLP  
2<sup>nd</sup> Floor, 2 City Place, Beehive Ring Road  
Gatwick, West Sussex, RH6 0PA

## **Directors' report**

The directors present their annual report and the audited financial statements for the year ended 31 December 2016.

## **Principal activities**

The company's principal activities are the building of new Pet Hospitals on behalf of The People's Dispensary for Sick Animals (PDSA) and the provision of commercial veterinary services. There were no new Hospitals built in 2016, but this activity will continue in the future.

The majority of preventive services previously provided by the company are now undertaken by PDSA.

## **Results**

The directors report a net profit for the financial year of £191,933 (2015: £2,121,246) and a payment under a charitable deed of covenant, under the Gift Aid scheme, to PDSA of £191,933 (2015: £2,121,246).

## **Directors and their interests**

The directors during the year were as follows:

J. McLoughlin  
R. Hooker  
S. Howard  
M. Pell

## **Directors' report (cont'd)**

### **Disclosure of information to auditors**

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 auditors are 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 auditors are aware of that information.

### **Auditors**

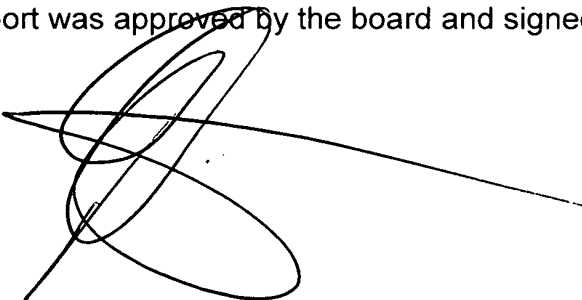
BDO LLP have expressed their willingness to continue in office, as auditors.

Appointment of auditors is made by the Council of the parent charity, PDSA.

In preparing this Directors' report advantage has been taken of the small companies' exemption.

This report was approved by the board and signed on its behalf on 30 June 2017

M. Pell  
Director

A handwritten signature in black ink, consisting of a large, stylized 'M' followed by a long horizontal stroke extending to the right.

## **Directors' responsibilities statement**

The directors are responsible for preparing 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless 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 for the company and then apply them consistently;
- make judgments and accounting 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 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.

## **Independent Auditor's Report To The Members Of PDSA PetAid Enterprises Limited**

We have audited the financial statements of PDSA PetAid Enterprises Limited Limited for the year ended 31 December 2016 which comprise the Statement of Comprehensive Income, Statement of Changes in Equity, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 statement of directors' responsibilities, 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 Financial Reporting Council's (FRC'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 FRC'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 31 December 2016 and of its result 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.

## **Audit report (cont'd)**

### **Opinion on other matters prescribed by the Companies Act 2006**

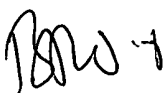
In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements and the Directors' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the company and its environment obtained during the course of the audit, we have not identified material misstatements in the Directors' report.

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.
- the directors were not entitled to prepare the financial statement and Directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report

 10-07-2017

Don Bawtree (Senior Statutory Auditor)  
for and on behalf of BDO LLP, Statutory Auditor  
Gatwick  
United Kingdom

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).



## Statement of Comprehensive Income

For the year ended 31 December

	Note	2016 £	2015 £
Turnover	2	<b>724,603</b>	9,268,830
Cost of sales		<b>(526,397)</b>	(6,479,845)
Gross Profit		<b>198,206</b>	2,788,985
Administrative expenses		<b>(6,273)</b>	(669,435)
Operating profit	3	<b>191,933</b>	2,119,550
Interest receivable and similar income	4	-	1,696
Profit the year		<b>191,933</b>	2,121,246

There are no recognised gains and losses other than the results for the financial years.

The results stated above are derived from continuing activities.

The notes on pages 10 to 13 form part of the financial statements.

## Statement of Changes in Equity

For the year ended 31 December 2015	Share Capital	Profit and loss account
	£	£
1 January 2015	1	-
<b>Comprehensive Income:</b>		
Profit for the year	-	2,121,246
<b>Total comprehensive income for the year</b>	-	<b>2,121,246</b>
<b>Distributions to Parent Charity:</b>		
Transfer of taxable profits under gift aid	-	(2,121,246)
<b>31 December 2015</b>	<b>1</b>	<b>-</b>

For the year ended 31 December 2016	Share Capital	Profit and loss account
	£	£
1 January 2016	1	-
<b>Comprehensive Income:</b>		
Profit for the year	-	191,933
<b>Total comprehensive income for the year</b>	-	<b>191,933</b>
<b>Distributions to Parent Charity:</b>		
Transfer of taxable profits under gift aid	-	(191,933)
<b>31 December 2016</b>	<b>1</b>	<b>-</b>

**Balance sheet**  
At 31 December

	Note	2016 £	2015 £
<b>Current Assets</b>			
Stocks	8	398,104	611,486
Debtors: amounts falling due within one year	9	127,416	212,181
Cash at Bank		1,338,913	818,390
		<b>1,864,433</b>	1,642,057
<b>Creditors</b>	10	<b>(1,864,432)</b>	(1,642,056)
<b>Net current assets</b>		<b>1</b>	<b>1</b>
<b>Capital and reserves</b>			
Called up share capital	11	1	1
Profit and loss account		-	-
<b>Shareholders' funds</b>	12	<b>1</b>	<b>1</b>

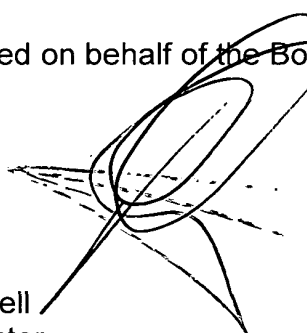
The notes on pages 10 to 13 form part of the financial statements.

The accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

The financial statements of PDSA PetAid Enterprises Limited (registered number 4374375) were approved by the Board of Directors on 30 June 2017

Signed on behalf of the Board of Directors

M. Pell  
Director



## **Notes to the financial statements**

### **1. Accounting policies**

#### **Basis of preparation of financial statements**

PDSA PetAid Enterprises Limited is incorporated in the United Kingdom and the address of the registered office is Whitechapel Way, Priorslee, Telford, Shropshire, TF2 9PQ

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

#### **Estimation and judgement**

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies. The most significant areas of judgement are as follows:

- Debtors – debtor balances are reviewed to determine recoverability. In assessing the need to impair debtor balances, management consider the aging of the debt, historical collection experience and the relationship with individual customers
- Stocks – Stocks are valued at the lower of cost and net realisable value. Management review the aging and sales profile of stock lines held at year end and make provision against obsolete stock as appropriate.
- Long term contracts – when assessing the amount of profit (or any future losses) to be recognised in the accounts, management make reference to the contractual agreement, schedule of works to completion and quantity surveyor assessment of work completed to date.

The following principal accounting policies have been applied:

#### **Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Basic financial instruments;
- the requirements of Section 33 Related party transactions;

This information is included in the consolidated financial statements of The People's Dispensary for Sick Animals as at 31 December 2016 and these financial statements may be obtained from The People's Dispensary for Sick Animals, Whitechapel Way, Priorslee, Telford, Shropshire, TF2 9PQ.

## **Turnover**

Turnover represents amounts receivable for goods and services net of VAT. Profit is recognised on long term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs incurred to date bear to total expected costs for that contract.

## **Long term contracts**

Amounts recoverable on long term contracts relate to the building of Pet Hospitals on behalf of the parent charity and are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts less amounts received as progress payments on account. Expected losses on long term contracts are recognised immediately. Any amounts recoverable from the parent charity are included within either amounts due to, or from the parent, as appropriate, and are due within the year unless otherwise stated.

## **Other sales**

Other sales include all other commercial activity carried out by the company, which primarily is the provision of a dispensary service to external customers. Sales are recognised when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

## **Stocks**

Stock and work in progress are stated at the lower of cost and net realisable value. Cost represents direct materials and labour.

## **Taxation**

The company makes a qualifying donation of all taxable profits to The People's Dispensary for Sick Animals. No corporation tax liability arises in the accounts.

## 2. Turnover

	2016 £	2015 £
Revenue on long term contracts	-	1,199,064
Preventive Service Sales	12,103	7,416,381
Other sales	712,500	653,385
	<b>724,603</b>	<b>9,268,830</b>

## 3. Operating profit

Operating profit is stated after charging:

	2016 £	2015 £
Fees payable to the company's auditors for the audit of the company's financial statements	1,550	3,900
Fees payable to the company's auditors for other services to the company:		
Tax services	1,425	1,850

## 4. Interest receivable and similar income

	2016 £	2015 £
Bank interest	-	1,696

## 5. Employees

There are no staff employed by PDSA PetAid Enterprises Limited. Any staff costs are recharged from The People's Dispensary for Sick Animals.

## 6. Directors

The directors of the company are employed by The People's Dispensary for Sick Animals. No directors received any remuneration for their services as directors of PDSA PetAid Enterprises Ltd. Any costs incurred by the parent which are shared with the subsidiary undertakings within the PDSA group are allocated to the individual companies based upon activity. Any shared directors' costs are included in this allocation.

## 7. Stocks

	2016	2015
	£	£
Land	357,706	357,706
Work in Progress	34,451	8,906
Finished goods	5,947	244,874
	<b>398,104</b>	<b>611,486</b>

There is no material difference between the balance sheet value of stock and its replacement value

## 8. Debtors: amounts due within one year

	2016	2015
	£	£
Trade debtors	127,416	212,181
	<b>127,416</b>	<b>212,181</b>

## 9. Creditors: amounts due within one year

	2016	2015
	£	£
Trade creditors	204,296	872,798
Amounts due to parent	1,636,827	621,062
Amounts due to other subsidiary undertakings	342	-
Taxation and social security	22,967	148,196
	<b>1,864,432</b>	<b>1,642,056</b>

## 10. Share capital

	2016	2015
	£	£
<b>Allotted, called up and fully paid</b>		
1 Ordinary shares of £1 each	1	1

## 11. Parent undertaking and controlling party

The directors regard The People's Dispensary for Sick Animals, which is a registered charity (nos. 208217 and SC037585), as the company's immediate parent undertaking and ultimate controlling party. Group financial statements are available from The People's Dispensary for Sick Animals, Whitechapel Way, Priorslee, Telford, Shropshire, TF2 9PQ.