

PDSA PetAid Enterprises Limited
Report and Financial Statements
Year Ended 31 December 2017



Company Registration No 4374375

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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
2nd Floor
125 Colmore Row
Birmingham
B3 3SF

Auditor

BDO LLP
2nd 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 2017.

Principal activities

The company's principal activity is the provision of commercial veterinary services, including a dispensary service.

Results

The directors report a net profit for the financial year of £211,139 (2016: £191,933) and a payment under a charitable deed of covenant, under the Gift Aid scheme, to PDSA of £211,139 (2016: £191,933).

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

The Directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

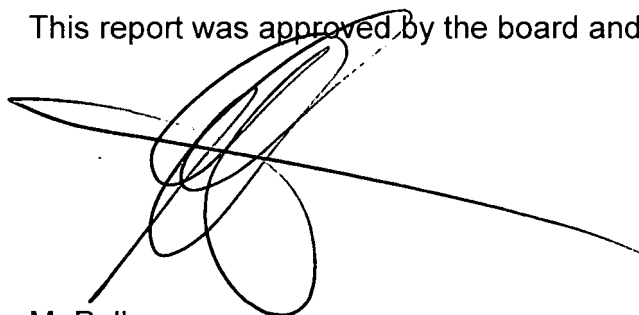
In preparing the Directors' report advantage has been taken of the small companies' exemptions.

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 11 June 2018

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke extending to the right.

M. Pell
Director

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 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 surplus or deficit 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 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 for the year ended 31 December 2017 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".

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its result for the period 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other

information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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 the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Director's report.

We have nothing to report in respect of the following matters in relation to which 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.; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report

Responsibilities of Directors

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, and for such internal control as the Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



Don Bawtree (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
Gatwick
United Kingdom

14 June 2018

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	2017 £	2016 £
Turnover	2	755,607	724,603
Cost of sales		(540,250)	(526,397)
Gross Profit		215,357	198,206
Administrative expenses		(4,218)	(6,273)
Profit the year	3	211,139	191,933

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 11 to 14 form part of the financial statements.

Statement of Changes in Equity

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

For the year ended 31 December 2017	Share Capital	Profit and loss account
	£	£
1 January 2017	1	-
Comprehensive Income:		
Profit for the year	-	211,139
Total comprehensive income for the year	-	211,139
Distributions to Parent Charity:		
Transfer of taxable profits under gift aid	-	(211,139)
31 December 2017	1	-

Balance sheet
At 31 December

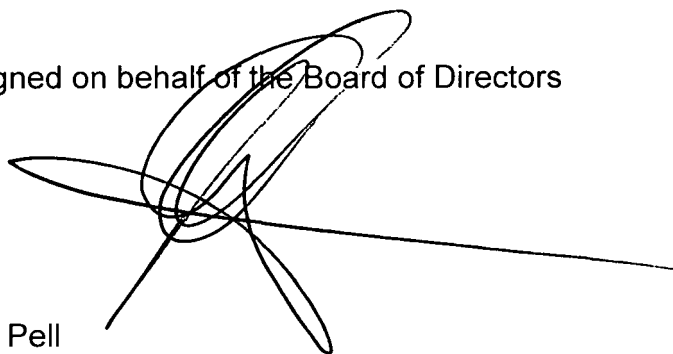
	Note	2017 £	2016 £
Current Assets			
Stocks	6	401,148	398,104
Debtors: amounts falling due within one year	7	80,898	127,416
Cash at Bank		-	1,338,913
		482,046	1,864,433
Creditors	8	(482,045)	(1,864,432)
Net current assets		1	1
Capital and reserves			
Called up share capital	9	1	1
Profit and loss account		-	-
Shareholders' funds		1	1

The notes on pages 11 to 14 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 11 June 2018

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 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;

1. Accounting policies (cont'd)

This information is included in the consolidated financial statements of The People's Dispensary for Sick Animals as at 31 December 2017 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. 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

	2017 £	2016 £
Dispensary services	486,938	372,267
Other sales	268,669	352,336
	755,607	724,603

3. Profit

Profit is stated after charging:

	2017 £	2016 £
Fees payable to the company's auditors for the audit of the company's financial statements	1,725	1,550
Fees payable to the company's auditors for other services to the company:		
Tax services	1,340	1,425

4. Employees

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

5. 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.

6. Stocks

	2017 £	2016 £
Land	357,706	357,706
Work in Progress	35,565	34,451
Finished goods	7,877	5,947
	401,148	398,104

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

7. Debtors: amounts due within one year

	2017	2016
	£	£
Trade debtors	80,898	127,416
	80,898	127,416

8. Creditors: amounts due within one year

	2017	2016
	£	£
Bank overdraft	6,430	-
Trade creditors	209,258	204,296
Amounts due to parent	266,326	1,636,827
Amounts due to other subsidiary undertakings	-	342
Taxation and social security	31	22,967
	482,045	1,864,432

9. Share capital

	2017	2016
	£	£
Allotted, called up and fully paid		
1 Ordinary shares of £1 each	1	1

10. 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.