



# Unaudited abbreviated accounts

## Vetcare Limited

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**For the Year Ended 30 June 2011**



Company No 4825126

## Company information

<b>Company registration number :</b>	4825126
<b>Registered office :</b>	Pennington House Vet Centre Newlands Road Leigh Lancashire WN7 4HA
<b>Directors :</b>	Mr N F R Taylor Mr C A Northcott Mrs T L Oakes
<b>Secretary :</b>	Mrs T L Oakes
<b>Accountants :</b>	Grant Thornton UK LLP
<b>Bankers :</b>	Lloyds TSB Bank plc
<b>Solicitors :</b>	Pannone LLP

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## Chartered Accountants' report to the Board of directors on the unaudited abbreviated accounts of Vetcare Limited

In accordance with the engagement letter dated 30 August 2011 and in order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the abbreviated accounts of the company for the year ended 30 June 2011 which comprise the abbreviated balance sheet, principal accounting policies and the related notes from the company's accounting records and from information and explanations you have given to us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at [www.icaew.com](http://www.icaew.com)

This report is made to the Board of Directors of Vetcare Limited, as a body, in accordance with the terms of our engagement letter dated 30 August 2011. Our work has been undertaken solely to prepare for your approval the abbreviated accounts of Vetcare Limited and state those matters that we have agreed to state to the Board of Directors of Vetcare Limited, as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants in England and Wales, as detailed at [www.icaew.com](http://www.icaew.com). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Vetcare Limited and its Board of Directors as a body for our work or for this report

It is your duty to ensure that Vetcare Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view. You consider that Vetcare Limited is exempt from the statutory audit requirement for the year ended 30 June 2011.

We have not been instructed to carry out an audit or a review of the abbreviated accounts of Vetcare Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the abbreviated accounts.

GRANT THORNTON UK LLP  
CHARTERED ACCOUNTANTS  
Manchester  
6 October 2011

## Principal accounting policies

The financial statements have been prepared under the historical cost convention

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The company's accounting policies are unchanged compared with the prior year

### **Turnover**

Turnover is the revenue arising from the sales of goods and services. It is stated at the fair value of the consideration receivable, net of value added tax, rebates and discounts

Revenue from the sale of goods is recognised when the significant risks and benefits of ownership of the product have transferred to the buyer, which may be upon shipment, completion of the product or the product being ready for delivery, based on specific contract terms

Revenue from services provided by the company is recognised when the company has performed its obligations and in exchange obtained the right to consideration

### **Intangible assets**

#### **Goodwill**

Purchased goodwill arising on acquisitions is the difference between the fair value of the purchase consideration and the fair value of the company's share of the identifiable assets and liabilities of the acquired business at the date of acquisition. Positive goodwill is capitalised and classified as an asset on the balance sheet and amortised over its estimated useful life of 20 years. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently when necessary if circumstances indicate that its carrying value may not be recoverable.

Negative goodwill is written back to the profit and loss account to match the recovery of the identifiable non-monetary assets acquired.

#### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment.

Depreciation is calculated to write down the cost less residual value of all tangible fixed assets by equal annual instalments or by the reducing balance method over their estimated useful economic lives. The rates generally applicable are:

Fixtures, fittings and equipment	10% and 25% straight line
Motor vehicles	25% reducing balance method

### **The company as lessee**

#### **Finance lease and hire purchase agreements**

Where the company enters into a lease that transfers substantially all the risks and rewards of ownership of an asset to the lessee, the lease is treated as a finance lease. The asset is recorded in the balance sheet as tangible fixed asset at the present value of the minimum lease payments and is depreciated over the shorter of the lease term and the asset's useful economic life. Future instalments under such leases, net of finance charges, are included in creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding, and the capital element, which reduces the outstanding obligation.

Hire purchase contracts which are of a financing nature are accounted for on a basis similar to finance leases. Other hire purchase contracts are accounted for on a basis similar to operating leases.

#### **Operating lease agreements**

Leases where substantially all of the risks and rewards of ownership are not transferred to the company are treated as operating leases. Rentals under operating leases are charged against profits on a straight-line basis over the period of the lease.

Operating lease incentives are recognised, on a straight-line basis, as a reduction of the rental expense over the shorter of the lease term and the period to the first rent review where market rentals will be payable.

#### **Stocks**

Stocks are stated at the lower of cost and net realisable value, after provisions are made in respect of obsolete and slow moving items, based on historical experience of utilisation on a category-by-category basis.

Net realisable value is the estimated selling price less all further costs to complete and all costs to be incurred in marketing, selling and distribution.

#### **Current tax**

The current tax charge is based on the profit for the year and is measured at the amounts expected to be paid based on the tax rates and laws substantively enacted by the balance sheet date. Current and deferred tax is recognised in the profit and loss account for the period except to the extent that it is attributable to a gain or loss that is or has been recognised directly in the statement of total recognised gains and losses.

**Deferred taxation**

Deferred tax is recognised on 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 directors consider 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 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

**Retirement benefits****Defined contribution pension scheme**

The pension costs charged against operating profits are the contributions payable to the scheme in respect of the accounting period. The company accounts for its contributions to the pension scheme as a defined contribution scheme

**Dividends**

Dividend distributions payable to equity shareholders are included in current liabilities when the dividends are approved in general meeting prior to the balance sheet date

## Abbreviated balance sheet

	Note	2011 £	2010 £
<b>Fixed assets</b>	1		
Intangible assets		256,771	278,021
Tangible assets		<u>43,477</u>	<u>53,580</u>
		<b>300,248</b>	<b>331,601</b>
<b>Current assets</b>			
Stock		109,545	143,116
Debtors	2	195,734	179,872
Cash at bank and in hand		<u>600</u>	<u>600</u>
		<b>305,879</b>	<b>323,588</b>
<b>Creditors: amounts falling due within one year</b>	3	<u>(276,616)</u>	<u>(309,546)</u>
<b>Net current assets</b>		<u>29,263</u>	<u>14,042</u>
<b>Total assets less current liabilities</b>		<b>329,511</b>	<b>345,643</b>
<b>Creditors' amounts falling due after more than one year</b>	3	(191,327)	(218,732)
<b>Provision for liabilities and charges</b>		(5,824)	(7,499)
		<u><b>132,360</b></u>	<u><b>119,412</b></u>
<b>Capital and reserves</b>			
Called up share capital	4	120	120
Profit and loss account		<u>132,240</u>	<u>119,292</u>
<b>Equity shareholders' funds</b>		<u><b>132,360</b></u>	<u><b>119,412</b></u>

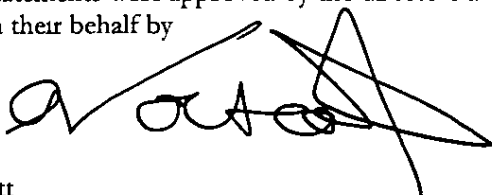
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act

The directors acknowledge their responsibilities for

- i ensuring that the company keeps proper accounting records which comply with section 386 of the Act, and
- ii preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These financial statements were approved by the directors and authorised for issue on 6 October 2011, and are signed on their behalf by



Mr C A Northcott  
Director



## Notes to the abbreviated accounts

### 1 Fixed assets

	Intangible £	Tangible £	Total £
<b>Cost</b>			
At 1 July 2010	425,000	148,485	573,485
Additions	–	4,521	4,521
At 30 June 2011	<u>425,000</u>	<u>153,006</u>	<u>578,006</u>
<b>Depreciation</b>			
At 1 July 2010	146,979	94,905	241,884
Provided in the year	21,250	14,624	35,874
At 30 June 2011	<u>168,229</u>	<u>109,529</u>	<u>277,758</u>
<b>Net book amount</b>			
At 30 June 2011	<u>256,771</u>	<u>43,477</u>	<u>300,248</u>
At 30 June 2010	<u>278,021</u>	<u>53,580</u>	<u>331,601</u>

### 2 Debtors

Debtors include amounts of £2,205 (2010 £2,790) falling due after more than one year

### 3 Creditors

Creditors include £43,548 (2010 £67,975) falling due for repayment after 5 years from the balance sheet date

Creditors amounting to £276,912 (2010 £265,279) are secured

### 4 Share capital

	2011 £	2010 £
<b>Authorised</b>		
880 ordinary shares of £1 each	880	880
40 "A" ordinary shares of £1 each	40	40
40 "B" ordinary shares of £1 each	40	40
40 "C" ordinary shares of £1 each	40	40
	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
120 ordinary shares of £1 each	–	–
40 "A" ordinary shares of £1 each	40	40
40 "B" ordinary shares of £1 each	40	40
40 "C" ordinary shares of £1 each	40	40
	<u>120</u>	<u>120</u>

**5 Transactions with directors**

(i) Transactions with directors include the following loans to the company on which loan interest is payable on the outstanding directors' loan account balances throughout the year, calculated at bank base rate plus 2%

Name of director	Amount outstanding		Loan interest payable	
	2011 £	2010 £	2011 £	2010 £
Mr N F R Taylor	4,053	4,060	101	—
Mr C A Northcott	—	13	—	—
Mrs T L Oakes	57	7,967	157	208

(ii) Transactions with directors include the following loans to directors on which loan interest is receivable on the outstanding directors' loan account balances throughout the year, calculated at bank base rate plus 2%

Name of director	Amount outstanding		Maximum liability during year £	Loan interest receivable	
	2011 £	2010 £		2011 £	2010 £
Mr N F R Taylor	—	—	—	—	7
Mr C A Northcott	—	—	—	—	49
Mrs T L Oakes	—	—	2,943	—	—

iii) Dividends paid by Vetcare Limited and received in a beneficial capacity by

Name of director	2011 £	2010 £
Mr N F R Taylor	36,000	39,600
Mrs T L Oakes	43,200	48,040
Mr C A Northcott	43,200	48,040