

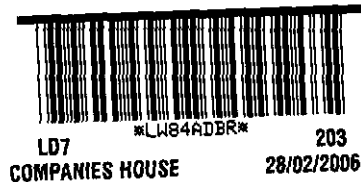
REGISTERED NUMBER: 3481736 (England and Wales)



CIVVALS

Chartered Accountants
Registered Auditors

**ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005
FOR
MEDIVET GROUP LIMITED**



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London W1H 5AF
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MEDIVET GROUP LIMITED

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FOR THE YEAR ENDED 30 APRIL 2005**

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MEDIVET GROUP LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2005**

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 2005

The directors present their report with the accounts of the company for the year ended 30 April 2005.

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 2005.

DIRECTORS

The directors during the year under review were:

A S Levy
A Teper - deceased 08.09.2005
R M Leonard
G Carter
J Gladstone - resigned 09.09.2005
J Smithers

The beneficial interests of the directors holding office on 30 April 2005 in the issued share capital of the company were as follows:

	30.4.05	1.5.04
Ordinary 1 shares		
A S Levy	-	1,624
A Teper	-	1,624
R M Leonard	-	1,550
G Carter	-	657
J Gladstone	-	1,402
J Smithers	-	437

At 30 April 2005, 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 2005**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which 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 those 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.

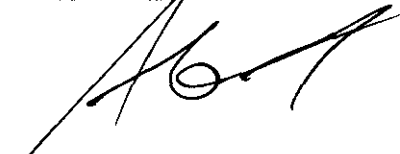
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

23 February 2006

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

We have examined the abbreviated accounts on pages five to sixteen, together with the full financial statements of the company for the year ended 30 April 2005 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

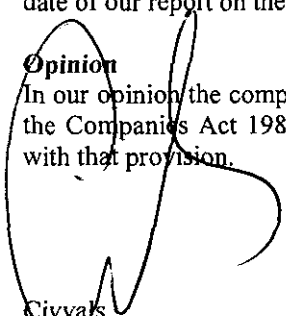
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of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

Basis of opinion

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. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

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 on pages five to sixteen are properly prepared in accordance with that provision.



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

23 February 2006

MEDIVET GROUP LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2005**

	Notes	2005 £	2004 £
GROSS PROFIT		9,140,503	9,259,421
Administrative expenses		<u>8,708,086</u>	<u>8,718,738</u>
OPERATING PROFIT	3	432,417	540,683
Income from investments		17,000	-
Interest receivable and similar income		<u>16,666</u>	<u>16,383</u>
		33,666	16,383
		466,083	557,066
Interest payable and similar charges	4	<u>7,687</u>	<u>8,056</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		458,396	549,010
Tax on profit on ordinary activities	5	<u>135,568</u>	<u>115,198</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		322,828	433,812
Retained profit brought forward		<u>1,948,094</u>	<u>1,514,282</u>
RETAINED PROFIT CARRIED FORWARD		<u>£2,270,922</u>	<u>£1,948,094</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.

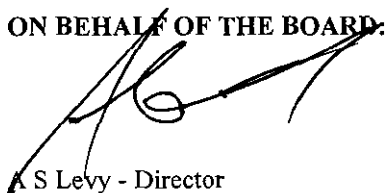
MEDIVET GROUP LIMITED


ABBREVIATED BALANCE SHEET
30 APRIL 2005

	Notes	2005 £	2004 £
FIXED ASSETS:			
Tangible assets	6	702,727	601,661
Investments	7	<u>1,000</u>	<u>1,000</u>
		703,727	602,661
CURRENT ASSETS:			
Stocks	8	117,259	292,543
Debtors	9	3,392,277	2,090,001
Cash at bank		<u>115,335</u>	<u>45,166</u>
		3,624,871	2,427,710
CREDITORS: Amounts falling due within one year	10	<u>2,047,676</u>	<u>1,072,277</u>
NET CURRENT ASSETS:		<u>1,577,195</u>	<u>1,355,433</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u><u>£2,280,922</u></u>	<u><u>£1,958,094</u></u>
CAPITAL AND RESERVES:			
Called up share capital	13	10,000	10,000
Profit and loss account		<u>2,270,922</u>	<u>1,948,094</u>
SHAREHOLDERS' FUNDS:	16	<u><u>£2,280,922</u></u>	<u><u>£1,958,094</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.

ON BEHALF OF THE BOARD:


A S Levy - Director


J Smithers - Director

Approved by the Board on 23 February 2006

MEDIVET GROUP LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2005**

	Notes	2005 £	2004 £
Net cash inflow from operating activities	1	467,374	542,820
Returns on investments and servicing of finance	2	25,979	8,327
Taxation		(171,627)	(169,535)
Capital expenditure and financial investment	2	(224,728)	(242,207)
Increase in cash in the period		<u>£96,998</u>	<u>£139,405</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		<u>96,998</u>	<u>139,405</u>
Change in net debt resulting from cash flows		<u>96,998</u>	<u>139,405</u>
Movement in net debt in the period		96,998	139,405
Net debt at 1 May		(64,910)	(204,315)
Net funds/(debt) at 30 April		<u>£32,088</u>	<u>£(64,910)</u>

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2005**

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

	2005 £	2004 £
Operating profit	432,417	540,683
Depreciation charges	124,913	106,906
Profit on sale of fixed assets	(1,250)	-
Decrease/(Increase) in stocks	175,284	(36,217)
Increase in debtors	(1,302,277)	(285,611)
Increase in creditors	<u>1,038,287</u>	<u>217,059</u>
Net cash inflow from operating activities	<u>467,374</u>	<u>542,820</u>

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

	2005 £	2004 £
Returns on investments and servicing of finance		
Interest received	16,666	16,383
Interest paid	(7,687)	(8,056)
Dividends received	<u>17,000</u>	<u>-</u>
Net cash inflow for returns on investments and servicing of finance	<u>25,979</u>	<u>8,327</u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(229,728)	(242,307)
Sale of tangible fixed assets	5,000	-
Cash receipts - investmt sales	<u>-</u>	<u>100</u>
Net cash outflow for capital expenditure	<u>(224,728)</u>	<u>(242,207)</u>

MEDIVET GROUP LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 APRIL 2005**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.5.04 £	Cash flow £	At 30.4.05 £
Net cash:			
Cash at bank	45,166	70,169	115,335
Bank overdraft	<u>(110,076)</u>	<u>26,829</u>	<u>(83,247)</u>
	<u>(64,910)</u>	<u>96,998</u>	<u>32,088</u>
 Total	 <u>(64,910)</u>	 <u>96,998</u>	 <u>32,088</u>
 Analysed in Balance Sheet			
Cash at bank	45,166		115,335
Bank overdraft	<u>(110,076)</u>		<u>(83,247)</u>
	<u>(64,910)</u>		<u>32,088</u>

The notes form part of these abbreviated accounts

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2005

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

	2005 £	2004 £
Wages and salaries	4,338,159	4,554,509
Social security costs	407,261	386,246
Other pension costs	29,146	18,040
	<u>4,774,566</u>	<u>4,958,795</u>

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

	2005	2004
Administration	60	37
Veterinary staff	<u>232</u>	<u>259</u>
	<u>292</u>	<u>296</u>

MEDIVET GROUP LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005**

3. OPERATING PROFIT

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

	2005	2004
	£	£
Hire of plant and machinery	111,322	64,125
Depreciation - owned assets	124,913	106,906
Profit on disposal of fixed assets	(1,250)	-
Auditors' remuneration	<u>9,000</u>	<u>8,303</u>
Directors' emoluments	<u>-</u>	<u>-</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2005	2004
	£	£
Bank interest	<u>7,687</u>	<u>8,056</u>

5. TAXATION**Analysis of the tax charge**

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

	2005	2004
	£	£
Current tax:		
UK corporation tax	135,568	171,627
Prior year adjustments	<u>-</u>	<u>(56,429)</u>
Tax on profit on ordinary activities	<u>135,568</u>	<u>115,198</u>

UK corporation tax was charged at 30% in 2004.

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005**

5. TAXATION - continued

Factors affecting the tax charge

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

	2005 £	2004 £
Profit on ordinary activities before tax	<u>458,396</u>	<u>549,010</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2004 - 30%)	137,519	164,703
Effects of:		
Expenses not deductible for tax purposes	3,795	10,322
Capital allowances in excess of depreciation	(646)	(3,399)
Dividends receivable from investments	(5,100)	-
Adjustment to tax charge in respect of previous periods	<u>-</u>	<u>(56,428)</u>
Current tax charge	<u>135,568</u>	<u>115,198</u>

6. TANGIBLE FIXED ASSETS

	Fixtures fittings and equipment	Motor vehicles	Totals
	£	£	£
COST:			
At 1 May 2004	894,401	8,800	903,201
Additions	229,728	-	229,728
Disposals	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
At 30 April 2005	<u>1,124,129</u>	<u>3,800</u>	<u>1,127,929</u>
DEPRECIATION:			
At 1 May 2004	297,391	4,148	301,539
Charge for year	124,011	902	124,913
Eliminated on disposals	<u>-</u>	<u>(1,250)</u>	<u>(1,250)</u>
At 30 April 2005	<u>421,402</u>	<u>3,800</u>	<u>425,202</u>
NET BOOK VALUE:			
At 30 April 2005	<u>702,727</u>	<u>-</u>	<u>702,727</u>
At 30 April 2004	<u>597,010</u>	<u>4,651</u>	<u>601,661</u>

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005**

7. FIXED ASSET INVESTMENTS

	£	
COST:		
At 1 May 2004		
and 30 April 2005		<u>1,000</u>
NET BOOK VALUE:		
At 30 April 2005		<u>1,000</u>
At 30 April 2004		<u>1,000</u>
	2005	2004
	£	£
Unlisted investments	<u>1,000</u>	<u>1,000</u>

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

Lab Services Limited

Nature of business: veterinary laboratory

Class of shares:	%
Ordinary	holding 33.00

	2005	2004
	£	£
Aggregate capital and reserves	10,926	7,093
Profit for the year	<u>3,768</u>	<u>7,447</u>

8. STOCKS

	2005	2004
	£	£
Stock	<u>117,259</u>	<u>292,543</u>

The stock is made up of drugs and food.

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

	2005	2004
	£	£
Trade debtors	3,096,037	1,780,014
Prepayments and accrued income	255,735	302,263
Amounts owed by group undertakings	<u>40,505</u>	<u>7,724</u>
	<u>3,392,277</u>	<u>2,090,001</u>

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005**

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

	2005 £	2004 £
Bank loans and overdrafts (see note 11)	83,247	110,076
Trade creditors	528,677	495,026
Other creditors	818,812	19,071
Other taxes and social security costs	399,076	219,766
Corporation tax	135,568	171,627
Accrued expenses	82,296	56,711
	<u>2,047,676</u>	<u>1,072,277</u>

11. LOANS AND OVERDRAFTS

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

	2005 £	2004 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>83,247</u>	<u>110,076</u>

12. OPERATING LEASE COMMITMENTS

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

	Operating leases			
	Land and buildings		Other	
	2005 £	2004 £	2005 £	2004 £
Expiring:				
Within one year	-	-	15,314	-
Between one and five years	-	-	53,350	47,576
In more than five years	<u>1,127,170</u>	<u>745,860</u>	-	-
	<u>1,127,170</u>	<u>745,860</u>	<u>68,664</u>	<u>47,576</u>

MEDIVET GROUP LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2005

13. CALLED UP SHARE CAPITAL

Authorised: Number:	Class:	Nominal value:	2005 £	2004 £
1,000,000	Ordinary	1	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2005 £	2004 £
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 £29,146 (2004 - £18,040).

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 2005, the balance from the partnership was £3,096,037 (2004 - £1,780,014). 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 2005 is £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 £254,002 (2004 - £207,588).

At 30th April 2005, the amounts owed by group undertakings in respect of expenses paid by the company include £3,900 (2004 - £1,300) from Complete Animal Care Limited, £3,900 (2004 - £1,300) from Lab Services Limited, £4,050 (2004 - £900) from Thorpe Property Limited, £5,291 (2003 - £ 4,224) from Pet Health Education Services Limited, £3,150 (2004 - £nil) from Hayes Property Limited, £2,500 (2004 - £nil) from Medivet Property Holdings Limited and £17,714 (2004 - £nil) from Auto Source Vehicle Procurement Limited (see note 9).

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005 £	2004 £
Profit for the financial year	<u>322,828</u>	<u>433,812</u>
Net addition to shareholders' funds	322,828	433,812
Opening shareholders' funds	<u>1,958,094</u>	<u>1,524,282</u>
Closing shareholders' funds	<u>2,280,922</u>	<u>1,958,094</u>
Equity interests	<u>2,280,922</u>	<u>1,958,094</u>

MEDIVET GROUP LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2005**

17. CONTROLLING PARTY

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