

PVG LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2004



COMPANY INFORMATION

Director	A D Reid
Secretary	D A Reid
Company number	3743554
Registered office	Johnston House 8 Johnston Road Woodford Green Essex IG8 0XA
Accountants	Haslers Chartered Accountants Johnston House 8 Johnston Road Woodford Green Essex IG8 0XA

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**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2004**

The director presents his report and financial statements for the year ended 31 March 2004.

Principal activities

The company continued trading as a partner in and supplier of staff to Palmerston Veterinary Practice.

Director

The following director has held office since 1 April 2003:

A D Reid

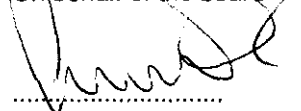
Director's interests

	Ordinary A Shares of 1p each	
	31 March 2004	1 April 2003
A D Reid	7,500	7,500
	Ordinary B Shares of 1p each	
	31 March 2004	1 April 2003
A D Reid	2,500	2,500
	Ordinary C Shares of 1p each	
	31 March 2004	1 April 2003
A D Reid	17,718	17,718

Mr A D Reid is a trustee of the PVG Limited Employee Share Ownership Trust (ESOT) which was established to purchase shares for the future benefit of the employees. The ESOT holds 2,282 Ordinary 'C' shares in PVG Limited.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



A D Reid

Director

27 September 04

PVG LIMITED**ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE
UNAUDITED ACCOUNTS OF PVG LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2004, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Haslers
Chartered Accountants

27 September 04

Johnston House
8 Johnston Road
Woodford Green
Essex
IG8 0XA

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2004**

	Notes	2004 £	2003 £
Turnover		884,930	774,274
Cost of sales		(640,068)	(598,191)
Gross profit		244,862	176,083
Administrative expenses		(102,146)	(113,117)
Operating profit		142,716	62,966
Interest payable and similar charges		6	(14)
Profit on ordinary activities before taxation		142,722	62,952
Tax on profit on ordinary activities	2	(45,090)	(33,881)
Profit on ordinary activities after taxation		97,632	29,071
Dividends		(25,500)	(25,500)
Retained profit for the year	8	72,132	3,571

PVG LIMITED
**BALANCE SHEET
AS AT 31 MARCH 2004**

	Notes	2004 £	£	2003 £	£
Fixed assets					
Investments	3		375,331		280,636
Current assets					
Debtors	4	124,914		108,283	
Cash at bank and in hand		102,553		8,122	
		<u>227,467</u>		<u>116,405</u>	
Creditors: amounts falling due within one year	5	<u>(236,577)</u>		<u>(102,951)</u>	
Net current (liabilities)/assets			<u>(9,110)</u>		<u>13,454</u>
Total assets less current liabilities			<u>366,221</u>		<u>294,090</u>
Capital and reserves					
Called up share capital	7		300		300
Profit and loss account	8		365,921		293,790
Shareholders' funds			<u>366,221</u>		<u>294,090</u>

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 27 September 2004


A D Reid
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents the Company's share of profits from the partnership and staff supply charges.

1.3 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.4 Contribution to Employee Share Ownership Trust

Contributions are charged to the profit and loss account as they are made to the Employee Share Ownership Trust.

2 Taxation	2004	2003
	£	£
Domestic current year tax		
U.K. corporation tax	45,200	31,900
Adjustment for prior years	(110)	1,981
	<u>45,090</u>	<u>33,881</u>
Current tax charge		

3 Fixed asset investments

	Partnership Capital
	£
Cost	
At 1 April 2003	280,636
Profit Share	121,290
Drawings	(26,595)
	<u>375,331</u>
At 31 March 2004	

PVG Limited and A Reid, a director of the company, are equal partners in Palmerston Veterinary Group.

4 Debtors	2004	2003
	£	£
Other debtors	<u>124,914</u>	<u>108,283</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

5 Creditors: amounts falling due within one year	2004	2003
	£	£
Taxation and social security	71,063	55,897
Other creditors	165,514	47,054
	<u>236,577</u>	<u>102,951</u>

6 Pension costs

The company operates a defined contribution 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 £3,537 (2003- £3,537).

7 Share capital	2004	2003
	£	£
Authorised		
7,500 Ordinary A Shares of 1p each	75	75
2,500 Ordinary B Shares of 1p each	25	25
20,000 Ordinary C Shares of 1p each	200	200
	<u>300</u>	<u>300</u>
Allotted, called up and fully paid		
7,500 Ordinary A Shares of 1p each	75	75
2,500 Ordinary B Shares of 1p each	25	25
20,000 Ordinary C Shares of 1p each	200	200
	<u>300</u>	<u>300</u>

The 'C' Ordinary shares rank pari passu with both the 'A' and 'B' Ordinary shares save for the fact that the 'C' Ordinary shareholders have no rights on a winding up or distribution of assets over the accumulated reserves of the Company as at 31 December 2001.

8 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2003	293,789
Retained profit for the year	<u>72,132</u>
Balance at 31 March 2004	<u>365,921</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

9 Transactions with directors

The director A D Reid is also a partner in Palmerston Veterinary Practice and at the year end PVG Limited had an investment in the capital of the partnership amounting to £375,331(2003 - £280,636) the Company's profit share for the year is £121,290 (2003 - £60,256) and this is included within turnover.

During the year the company supplied staff to Palmerston Veterinary Practice to the value of £763,639 (2003 - £714,018) and the sum of £124,914 (2003 - £108,283) is included within other debtors.

10 Control

The ultimate controlling party is A D Reid by virtue of his shareholding and directorship.