

Company Registration No NI 3708 (Northern Ireland)

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2009

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VETERINARY SURGEONS SUPPLY COMPANY LIMITED

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VETERINARY SURGEONS SUPPLY COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2009

The directors present their report and financial statements for the year ended 31 August 2009

Principal activities and review of the business

The principal activity of the company continued to be the supply of goods to the veterinary profession

The directors are pleased with the results for the year which has seen an increase in turnover of 10.5% from £27.5 million to £30.3 million. In addition, the company has seen an increase in gross profit margin from 6.3% to 6.9%, this together with an increase in distribution and administrative expenses has returned profit on ordinary activities before tax of £499,089 (2008 £432,327).

The company has built up good relationships with their main suppliers and customers and the directors are confident that the company will be able to maintain these results in the foreseeable future.

Results and dividends

The profit for the year, after taxation amounted to £367,105.

Particulars of dividends paid and proposed are detailed in note 7 of the financial statements.

Directors

The following directors have held office since 1 September 2008:

Mr C Heffron (Chairman)

Mr N McMordie

Mrs J Carson

Mr T Crockett

Mr A Gibson

Mr C Orr

(Appointed 30 January 2009)

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	31 August 2009	1 September 2008
Mr C Heffron (Chairman)	500	500
Mrs J Carson	200	200
Mr T Crockett	200	200
Mr A Gibson	300	300
Mr N McMordie	400	400
Mr C Orr	1,005	1,005

Auditors

The auditors, Hanna Thompson Limited, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2009

Statement of directors' responsibilities

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 profit or loss of the company for that period. In preparing these financial statements, the directors are required to

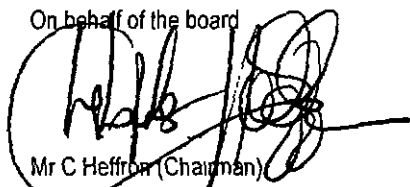
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



Mr C Heffron (Chairman)

Director

29/1/10

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO VETERINARY SURGEONS SUPPLY COMPANY LIMITED

**UNDER SECTION 449 OF THE COMPANIES ACT 2006
FOR THE YEAR ENDED 31 AUGUST 2009**

We have examined the abbreviated accounts set out on pages 4 to 14, together with the financial statements of Veterinary Surgeons Supply Company Limited for the year ended 31 August 2009 prepared under section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with section 449 of the Companies Act 2006. Our 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 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 and the company's members as a body, 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 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin 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.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



Mr S Goldblatt (Senior Statutory Auditor)
for and on behalf of Hanna Thompson Limited

29 January 2010

Chartered Accountants
Statutory Auditor

Century House
Enterprise Crescent
Ballinderry Road
Lisburn
Co. Antrim
BT28 2BP

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2009

		2009	2008
	Notes	£	£
Turnover		30,316,527	27,488,167
Cost of sales		(28,222,114)	(25,749,939)
Gross profit		2,292,735	1,917,515
Distribution costs		(710,683)	(661,879)
Administrative expenses		(1,131,058)	(953,093)
Operating profit	2	450,994	302,543
Other interest receivable and similar income		48,160	129,455
Interest payable and similar charges	4	(65)	329
Profit on ordinary activities before taxation		499,089	432,327
Tax on profit on ordinary activities	5	(131,984)	(120,479)
Profit for the year	16	367,105	311,848

The profit and loss account has been prepared on the basis that all operations are continuing

There are no recognised gains and losses other than those passing through the profit and loss account

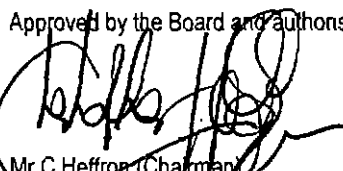
VETERINARY SURGEONS SUPPLY COMPANY LIMITED

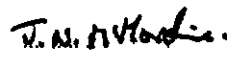
**ABBREVIATED BALANCE SHEET
AS AT 31 AUGUST 2009**

	Notes	2009 £	£	2008 £	£
Fixed assets					
Tangible assets	9		634,835		586,216
Current assets					
Stocks	10	4,038,164		4,360,149	
Debtors	11	2,177,714		1,887,973	
Cash at bank and in hand		2,720,110		3,348,297	
		<u>8,935,988</u>		<u>9,596,419</u>	
Creditors amounts falling due within one year	12	<u>(6,353,837)</u>		<u>(7,203,631)</u>	
Net current assets			<u>2,582,151</u>		<u>2,392,788</u>
Total assets less current liabilities			<u>3,216,986</u>		<u>2,979,004</u>
Provisions for liabilities	13		<u>(39,506)</u>		<u>(35,589)</u>
Government grants	14		<u>(1,032)</u>		<u>(1,147)</u>
			<u>3,176,448</u>		<u>2,942,268</u>
Capital and reserves					
Called up share capital	15		102,250		102,250
Share premium account	16		128,077		128,077
Profit and loss account	16		2,946,121		2,711,941
Shareholders' funds	17		<u>3,176,448</u>		<u>2,942,268</u>

These abbreviated accounts have been prepared in accordance with the special provisions in section 445(3) of the Companies Act 2006 relating to medium-sized companies

Approved by the Board and authorised for issue on 29/11/10


Mr C Heffron (Chairman)
Director


Mr N McMordie
Director

Company Registration No NI 3708

2014/11/15

2014/11/15

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2009

	2009	2008
	£	£
Net cash outflow from operating activities	(459,604)	(28,539)
Returns on investments and servicing of finance		
Interest received	48,160	129,455
Interest paid	(65)	329
Net cash inflow for returns on investments and servicing of finance	48,095	129,784
Taxation	(121,738)	(131,826)
Capital expenditure		
Payments to acquire tangible assets	(136,450)	(26,466)
Net cash outflow for capital expenditure	(136,450)	(26,466)
Equity dividends paid	(132,925)	(114,515)
Net cash outflow before management of liquid resources and financing	(802,622)	(171,562)
Decrease in cash in the year	(802,622)	(171,562)

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2009

1	Reconciliation of operating profit to net cash outflow from operating activities	2009	2008
		£	£
	Operating profit	450,994	302,543
	Depreciation of tangible assets	81,856	112,405
	Loss on disposal of tangible assets	5,975	-
	Decrease/(increase) in stocks	321,985	(855,794)
	Increase in debtors	(289,741)	(37,978)
	(Decrease)/Increase in creditors within one year	(1,030,558)	450,413
	Movement on grant provision	(115)	(128)
	Net cash outflow from operating activities	(459,604)	(28,539)

2	Analysis of net funds	1 September 2008	Cash flow	Other non-cash changes	31 August 2009
		£	£	£	£
	Net cash				
	Cash at bank and in hand	3,348,297	(628,187)	-	2,720,110
	Bank overdrafts	(2,039,281)	(174,435)	-	(2,213,716)
		<u>1,309,016</u>	<u>(802,622)</u>	<u>-</u>	<u>506,394</u>
	Bank deposits	-	-	-	-
	Net funds	<u>1,309,016</u>	<u>(802,622)</u>	<u>-</u>	<u>506,394</u>

3	Reconciliation of net cash flow to movement in net funds	2009	2008
		£	£
	Decrease in cash in the year	(802,622)	(171,562)
	Movement in net funds in the year	(802,622)	(171,562)
	Opening net funds	1,309,016	1,480,578
	Closing net funds	<u>506,394</u>	<u>1,309,016</u>

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	5% Straight Line
Computer equipment	33 1/3% Straight Line
Fixtures, fittings & equipment	10% Reducing Balance
Motor vehicles	25% Reducing Balance

1.5 Stock

Stock is valued at the lower of cost and net realisable value. Cost is calculated on a first in first out basis. Net realisable value is the amount at which goods can be expected to be realised after all further costs to completion and sale. Provision is made for obsolete, slow moving and defective stock

1.6 Pensions

The company contributes to the personal pension schemes of certain employees. Contributions payable are charged to the profit and loss account as payments accrue

1.7 Taxation

Corporation tax is provided for on the results for the year

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. Such provisions are made at the taxation rates at which the differences are expected to reverse based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date

1.8 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account

1.9 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2009

2	Operating profit	2009	2008
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	81,856	112,405
	Loss on disposal of tangible assets	5,975	-
	Auditors' remuneration (including expenses and benefits in kind)	8,450	8,080
	and after crediting		
	Government grants	115	128
	Profit on foreign exchange transactions	(16,748)	(1,808)
		<u> </u>	<u> </u>

3	Interest Receivable	2009	2008
		£	£
	Bank interest	48,151	129,198
	Other interest	9	257
		<u> </u>	<u> </u>
		48,160	129,455
		<u> </u>	<u> </u>

4	Interest payable	2009	2008
		£	£
	On bank loans and overdrafts	65	(329)
		<u> </u>	<u> </u>

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2009

5	Taxation	2009	2008
		£	£
	Domestic current year tax		
	U K corporation tax	128,067	121,738
	Current tax charge	128,067	121,738
	Deferred tax		
	Origination and reversal of timing differences	3,917	(1,259)
		131,984	120,479
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	499,089	432,327
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2008 - 30.00%)	139,745	129,698
	Non deductible expenses	3,040	1,334
	Depreciation add back	24,593	33,722
	Capital allowances	(22,139)	(16,846)
	Small companies' marginal relief	(17,172)	(26,170)
	Current tax charge	128,067	121,738
6	Dividends	2009	2008
		£	£
	Ordinary dividend paid	132,925	112,475
	Ordinary dividend proposed after the year end (not recognised as a liability)	153,375	132,925
7	Directors' emoluments	2009	2008
		£	£
	Emoluments for qualifying services	191,055	179,060
	Company pension contributions to money purchase schemes	29,550	16,441
		220,605	195,501

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2008 - 1)

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2009

8 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2009 Number	2008 Number
Administration	24	23
Distribution	21	20
	<u>45</u>	<u>43</u>

Employment costs

	2009 £	2008 £
Wages and salaries	1,066,433	946,869
Social security costs	104,336	93,060
Other pension costs	102,217	76,742
	<u>1,272,986</u>	<u>1,116,671</u>

9 Tangible fixed assets

	Land and buildings Freehold £	Computer equipment £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 September 2008	1,070,633	89,535	446,075	140,887	1,747,130
Additions	80,502	1,119	18,069	52,960	152,650
Disposals	-	(23,202)	(6,947)	(43,900)	(74,049)
At 31 August 2009	<u>1,151,135</u>	<u>67,452</u>	<u>457,197</u>	<u>149,947</u>	<u>1,825,731</u>
Depreciation					
At 1 September 2008	749,404	70,893	270,656	69,961	1,160,914
On disposals	-	(23,202)	(3,290)	(25,382)	(51,874)
Charge for the year	24,645	11,886	18,983	26,342	81,856
At 31 August 2009	<u>774,049</u>	<u>59,577</u>	<u>286,349</u>	<u>70,921</u>	<u>1,190,896</u>
Net book value					
At 31 August 2009	<u>377,086</u>	<u>7,875</u>	<u>170,848</u>	<u>79,026</u>	<u>634,835</u>
At 31 August 2008	<u>321,229</u>	<u>18,642</u>	<u>175,419</u>	<u>70,926</u>	<u>586,216</u>

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2009

12	Creditors amounts falling due within one year	2009 £	2008 £
	Bank loans and overdrafts	2,213,716	2,039,281
	Trade creditors	2,396,513	3,473,942
	Corporation tax	128,067	121,738
	Other taxes and social security costs	230,029	253,218
	Other creditors	1,074,411	970,190
	Accruals and deferred income	311,101	345,262
		<u>6,353,837</u>	<u>7,203,631</u>

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VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2009

13 Provisions for liabilities

**Deferred tax
liability
£**

Balance at 1 September 2008	35,589
Profit and loss account	3,917
Balance at 31 August 2009	39,506

The deferred tax liability is made up as follows

	2009	2008
	£	£
Accelerated capital allowances	39,506	35,589

14 Government grants

**Government
grants
£**

Balance at 1 September 2008	1,147
Amortisation in the year	(115)
Balance at 31 August 2009	1,032

15 Share capital

**2009
£** **2008
£**

Authorised

125,000 Ordinary shares of £1 each	125,000	125,000

Allotted, called up and fully paid

102,250 Ordinary shares of £1 each	102,250	102,250

VETERINARY SURGEONS SUPPLY COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2009

16 Statement of movements on reserves

	Share premium account	Profit and loss account
	£	£
Balance at 1 September 2008	128,077	2,711,941
Profit for the year	-	367,105
Dividends paid	-	(132,925)
Balance at 31 August 2009	128,077	2,946,121

17 Reconciliation of movements in shareholders' funds

	2009 £	2008 £
Profit for the financial year	367,105	311,848
Dividends	(132,925)	(112,475)
Net addition to shareholders' funds	234,180	199,373
Opening shareholders' funds	2,942,268	2,742,895
Closing shareholders' funds	3,176,448	2,942,268

18 Related party transactions

During the year Veterinary Surgeons Supply Company Limited traded with a number of veterinary practices of which many of the directors are partners. These transactions were carried out at arms length during the normal course of business. During the year, total sales of £1,807,213 (2008 £1,451,260) were made to these practices and at the balance sheet date, an amount of £51,245 (2008 £32,373) was included in trade debtors.

Dividends were paid to the following directors during the year

	2009 £	2008 £
Mr C Heffron	650	550
Mr N McMordie	520	440
Mrs J Carson	260	220
Mr T Crockett	260	220
Mr A Gibson	390	330
Mr N Smyth	1,300	1,100
Mr C Orr	1,307	1,106