

Registration number: 09467241

GARTH PIG PRACTICE LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

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GARTH PIG PRACTICE LIMITED

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GARTH PIG PRACTICE LIMITED

COMPANY INFORMATION

Directors	J C Malone M Stanworth
Registered number	09467241
Registered Office	Spitfire House Aviator Court York YO30 4UZ

GARTH PIG PRACTICE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 30 JUNE 2022

The directors present their strategic report for the year ended 30 June 2022.

Principal activity

The principal activity of the company is the provision of veterinary services.

Fair review of the business

The results for the year, which are set out in the profit and loss account, show turnover of £11,886,621 (2021 - £13,767,864) and an operating profit of £777,694 (2021 - £779,938). At 30 June 2022, the company had net assets of £3,904,609 (2021 - £3,255,202). The directors consider the performance for the year and the financial position at the year end to be satisfactory.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the group are considered to relate to ongoing compliance with current and future legislation affecting the sector.

Group Strategy

The company is part of the VetPartners Group. The Group's mission is to deliver the best possible care for pets and clients. We provide a secure home for veterinary practices and our people. We deliver this by working as true partners; investing in people and infrastructure and by listening and evolving.

VetPartners' vision is to be the veterinary group of choice for employees, customers, owners of vet practices and related businesses as well as other key stakeholders and suppliers.

The Group's key strategies centre around five key areas:

- To be the veterinary employer of choice: In order to attract and retain the very best clinical and non-clinical teams. The Group supports its team members at all stages of their career progression. During the year the Group has undertaken group-wide employee engagement surveys and has acted on the feedback by continuing to improve terms and conditions and allowing hybrid working to continue where appropriate to enhance employees' productivity and work-life balance. The Group has an active wellbeing group which provides literature and support to ensure focus on the wellbeing of its team members.
- Provide excellence in customer care and service: The Group's team members are developed with a customer-centric focus. All customer care team members are enrolled into the British Veterinary Receptionist Association in order to receive training and achieve relevant qualifications. All practices have social media pages to promote engagement and communication with customers. Advice and content is supplied by the Group and key, best practice concepts are shared. Feedback from customers is encouraged and considered in order to enhance the quality of care provided.
- Provide outstanding care for our patients: At all times the Group would expect its teams to put patient care at the forefront of everything they do and the Group provides investment in facilities and equipment to aid the delivery of this. The Group promotes training at all clinical levels to develop the skill of our clinical teams to help them provide the broadest range of treatment options. Patient care is championed and promoted throughout the Group. The Group's clinical boards and special interest groups share best practice and the latest innovations throughout the Group through local and national events and at regular training sessions.
- Develop our business in an efficient, ethical, sustainable and profitable way: The Group uses its scale and international reach to leverage efficiencies. Whilst the Group's emphasis is on sustainable growth and profit levels we are also focused on our environmental impact and sustainability in a much broader sense.
- Be the acquirer of choice in the UK and across Europe: A key strategy for the Group during 2022 and beyond is its continued growth across Europe.

GARTH PIG PRACTICE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 30 JUNE 2022 (continued)

Employee Matters

In order to ensure compliance with external regulations, Employee Handbooks are available to all the Group's employees, which outline the core employment related policies including Equal Opportunities, Disciplinary and Grievance and Health & Safety. Post coronavirus most training programmes, where our managers kept up to date with employment law and management best practice, were moved back to being face-to-face events to aid the audience. We continue to listen to our colleagues, via our bi-annual colleague engagement surveys and hold leadership development sessions with all line managers via our internal teams and with external support as appropriate.

Career Pathways have been developed for all clinical positions which allow practice-based employees to evaluate their current level of experience and capability. This is with a view to creating a development plan which they can follow in order to improve specific skills or gain experience which will stand them in good stead for career advancement. As part of their employment contract the majority of employees receive a Continual Professional Development (CPD) allowance which can be used to fund their ongoing development by attending bespoke external programmes. During the year we also continued to pay above the National Minimum Wage, providing enhancements to our lowest paid employees.

A range of internal training programmes are made available including The Manager Programme, a national Equine CPD and Business update event, a Middle/Senior Manager strategy workshop and the Group's LMS Moodle platform

Due to its rapid growth the Group has had ongoing recruitment campaigns for a broad range of employment opportunities both in the practices and the Central Office. On average we welcomed 55 new starters per month during 2021/22. The Group also recruited 105 Graduate Vets to work throughout the UK and participate in a 2-year structured Graduate Programme. An additional 206 student veterinary nurses were employed through an apprenticeship programme offering them the chance to qualify as Registered Veterinary Nurses, at the same time as gaining practical on the job experience.

On the Group's extranet, Squirrel, recruiting managers were given access to a wide variety of supporting documentation including advertisement templates, interview guides and candidate evaluation grids as a means of promoting best practice and compliance with recruitment legislation.

Section 172 statement

The Directors are of the opinion that they have effectively implemented their duties under section 172 of the Companies Act 2006. The Directors have considered the long-term strategy of the Group as disclosed in the Group strategy section of this report and consider that this strategy will continue to deliver long term success to the Group and its stakeholders.

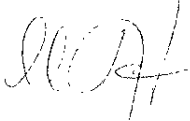
Providing excellence in customer care and service and outstanding care for our patients are two of our core strategies. During the year we continued our regular programmes of communication with customers to support the care of their pets or animals. We also aim to improve customer service standards and engagement with customers through daily monitoring of customer reviews, tracking our customer NPS scores and through ongoing training programmes throughout the Group. Our Clinical Board, Species-specific Clinical Boards and Special Interest Groups meet regularly to discuss and share ideas and review best practice in respect of patient care. They consider new developments while providing guidance on all clinical and professional matters. The members of the Clinical Boards are rotated on a periodic basis to ensure fresh approaches are introduced and the professional development opportunity this provides is widely available.

GARTH PIG PRACTICE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 30 JUNE 2022 (continued)

We have built strong relationships with our suppliers over several years and work closely with them to deliver sustainable and mutually beneficial improvements. We work to ensure they are paid on time and there is regular communication with our supplier base together with formal meetings, often on a quarterly basis. We use these forums for feedback and to identify ways to adjust practices and processes to improve the supply chain and terms of purchase.

Approved by the Board on 29 March 2023 and signed on its behalf by:



M Stanworth
Director

GARTH PIG PRACTICE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2022

The directors present their report and the financial statements for the year to 30 June 2022.

Directors of the group

The directors who held office during the year and up to the date of signing the financial statements were as follows:

J C Malone
M Stanworth

Objectives and policies

The board constantly monitors the group's trading results and revise projections as appropriate to ensure that the group can meet its future obligations as they fall due.

Dividends

No dividends were declared in the year and no further dividends have been proposed by the directors.

Price risk, credit risk, liquidity risk and cash flow risk

The company is exposed to the usual credit and cash flow risks associated with selling on credit and manages this through credit control procedures.

In accordance with the Financial Reporting Council's 'Going Concern and Liquidity Risk: Guidance for Directors of UK Companies 2009', the directors of all companies are now required to provide disclosures regarding the adoption of the going concern basis of accounting.

The company has sufficient resources available and the directors have prepared forecasts for the next 12 months that indicate that this will continue to be the case and that these cash flows will be sufficient for the company to meet its financing commitments as they fall due. The directors therefore have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and have continued to adopt the going concern basis in preparing the financial statements.

Information disclosed in the Strategic Report

The following information required to be reported on in the Directors Report has been reported on in the Strategic Report to the extent, in the opinion of the directors, that no further disclosure is considered necessary:

- Further information on how the directors have had a regard to the need to foster business relationships with suppliers, customers and others;
- Further information in respect of the review of the business;
- Further information in respect of the growth strategy.

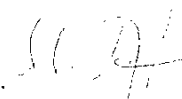
Employment of disabled persons

The company's policy is to consider the recruitment of disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

Employee involvement

The company encourages the involvement of employees in its management through regular departmental meetings.

Approved by the board on 29 March 2023 and signed on its behalf by:



M Stanworth
Director

GARTH PIG PRACTICE LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors acknowledge their responsibilities for preparing the Annual 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, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

GARTH PIG PRACTICE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2022

	Note	2022 £	2021 £
Revenue	3	11,886,621	13,767,864
Cost of sales		(8,628,755)	(11,566,421)
Gross profit		<u>3,257,866</u>	<u>2,201,443</u>
Administrative expenses		(2,480,172)	(1,421,578)
Other operating income	4	-	73
Operating profit	5	<u>777,694</u>	<u>779,938</u>
Interest payable and similar charges	6	(132,574)	(242,886)
Profit before taxation		<u>645,120</u>	<u>537,052</u>
Taxation	8	4,287	25,962
Profit for the financial year		<u><u>649,407</u></u>	<u><u>563,014</u></u>

The above results were derived from continuing operations.

The company has no other comprehensive income for the year.

The notes on pages 10 to 19 form an integral part of these financial statements

GARTH PIG PRACTICE LIMITED**(REGISTRATION NUMBER: 09467241)****BALANCE SHEET AS AT 30 JUNE 2022**

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	9	5,695,242	6,051,195
Tangible assets	10	<u>28,684</u>	<u>44,703</u>
		5,723,926	6,095,898
Current assets			
Stocks	11	272,145	736,050
Debtors: amounts falling due within one year	12	11,262,354	7,281,373
Cash at bank and in hand		<u>177,402</u>	<u>608,497</u>
		11,711,901	8,625,920
Creditors: amounts falling due within one year	13	<u>(13,531,218)</u>	<u>(5,151,589)</u>
Net current assets		(1,819,317)	3,474,331
Total assets less current liabilities		3,904,609	9,570,229
Creditors: amounts falling due after more than one year	13	-	(6,315,027)
Net assets		<u><u>3,904,609</u></u>	<u><u>3,255,202</u></u>
Capital and reserves			
Called up share capital	15	1	1
Profit and loss account		<u>3,904,608</u>	<u>3,255,201</u>
Total Equity		<u><u>3,904,609</u></u>	<u><u>3,255,202</u></u>

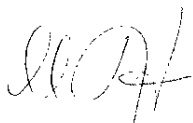
For the financial year ending 30 June 2022 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006; and

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved and authorised by the Board on 29 March 2023 and signed on its behalf by:



M Stanworth
Director

The notes on pages 10 to 19 form an integral part of these financial statements

GARTH PIG PRACTICE LIMITED**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2022**

	Called up share capital	Profit and loss account	Total
	£	£	£
At 1 July 2021	1	3,255,201	3,255,202
Retained profit/loss	-	649,407	649,407
At 30 June 2022	<u>1</u>	<u>3,904,608</u>	<u>3,904,609</u>

	Called up share capital	Profit and loss account	Total
	£	£	£
At 1 July 2020	1	2,692,187	2,692,188
Retained profit/loss	-	563,014	563,014
At 30 June 2021	<u>1</u>	<u>3,255,201</u>	<u>3,255,202</u>

The notes on pages 10 to 19 form an integral part of these financial statements

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Spitfire House
Aviator Court
York
YO30 4UZ

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared on a going concern basis, under the historical cost convention except for, where disclosed in these accounting policies, certain items that are shown at fair value.

The presentational currency of the financial statements is Pounds sterling, being the functional currency of the primary economic environment in which the company operates. Monetary amounts in these financial statements are rounded to the nearest Pound.

Name of parent of group

These financial statements are consolidated in the financial statements of VetPartners Group Limited. The financial statements of VetPartners Group Limited may be obtained from Companies House.

Going concern

After reviewing the company's forecasts and projections, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

Judgements and estimation uncertainty

These financial statements do not contain any significant judgements or estimation uncertainty.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company. The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities.

Government grants

Income received as a result of a government grant are recognised in other income in the period which the company became entitled to receive the grant. Where grant has conditional terms, the grant is recognised as a liability when received and recognised as revenue as and when the conditions attached to the grant have been met.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, except that a charge attributable to an item of income or expense recognised in other comprehensive income is also recognised directly on other comprehensive income.

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022 (continued)

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, over their estimated useful lives, as follows:

Asset Class	Depreciation method and rate
Leasehold improvements	Over the term of the lease
Motor vehicles	25% to 33% reducing balance
Fixtures, fittings and equipment	10% to 33% reducing balance

Intangible assets

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date.

Negative goodwill arising on an acquisition is recognised on the face of the balance sheet on the acquisition date and subsequently the excess up to the fair value of non-monetary assets acquired is recognised in profit or loss in the periods in which the non-monetary assets are recovered.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset Class	Amortisation method and rate
Goodwill	Straight line over 20 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022 (continued)

Trade debtors are recognised initially at the transaction price. All trade debtors are repayable within one year and hence are included at the undiscounted cost of cash expected to be received. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the debtors.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and all are repayable within one year and hence are included at the undiscounted amount of cash expected to be paid.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined benefit pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability on the balance sheet. The corresponding dividends relating to the liability component are charged as interest expenses in the profit and loss account.

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022 (continued)

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Impairment

Assets, other than those measured at fair value, are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss as described below.

A non financial asset is impaired where there is objective evidence that, as a result of one or more events that occurred after initial recognition, the estimated recoverable value of the asset has been reduced. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

The recoverable amount of goodwill is derived from measurement of the present value of the future cash flows of the cash-generating units ('CGUs') of which the goodwill is a part. Any impairment loss in respect of a CGU is allocated first to the goodwill attached to that CGU, and then to other assets within that CGU on a pro-rata basis.

Where indicators exist for a decrease in impairment loss, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised. Where a reversal of impairment occurs in respect of a CGU, the reversal is applied first to the assets (other than goodwill) of the CGU on a pro-rata basis and then to any goodwill allocated to that CGU.

For financial assets carried at amortised cost, the amount of an impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

Where indicators exist for a decrease in impairment loss, and the decrease can be related objectively to an event occurring after the impairment was recognised, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired financial asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

3 Revenue

The total turnover of the company has been derived from its principal activity wholly undertaken in the United Kingdom.

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022 (continued)

4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2022	2021
	£	£
Coronavirus job retention scheme	-	73

5 Operating profit

Arrived at after charging/(crediting):

	2022	2021
	£	£
Amortisation	355,953	355,953
Depreciation expense	28,868	33,693
Operating lease expense - property	25,043	24,026
Operating lease expenses - plant and machinery	7,170	14,673
(Profit) / loss on sale of fixed assets	220	-

6 Interest payable and similar charges

	2022	2021
	£	£
Interest payable on group undertakings	132,574	242,886

7 Staff numbers

The aggregate payroll costs (including directors' remuneration) were as follows:

	2022	2021
	£	£
Wages and salaries	1,089,550	1,180,281
Social security costs	133,268	127,327
Pension costs, defined contribution scheme	22,846	22,443
	1,245,664	1,330,051

The average number of persons employed by the company (including directors) during the year, analysed by category was:

	No	No
Vets	11	7
Administration and support	23	25
Average number of employees	34	32

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022
(continued)

8 Taxation

Tax charged/(credited) in the profit and loss account

	2022	2021
	£	£
Current taxation		
UK corporation tax	-	(5,776)
Deferred taxation		
Arising from origination and reversal of timing differences	(4,287)	(20,186)
Tax receipt in the income statement	(4,287)	(25,962)

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2021 – higher than the standard rate of corporation tax in the UK) of 19% (2021 – 19%)

The differences are reconciled below:

Profit/(loss) before tax	645,120	537,052
Corporation tax at standard rate	122,573	102,040
Expenses not deductible	148	899
Effects of group relief	(124,817)	(105,193)
Adjustments from previous periods	(1,529)	(5,776)
Tax rate changes	(662)	(5,470)
Deferred tax not provided	-	(12,462)
Total tax charge/(credit)	(4,287)	(25,962)

Deferred tax

Deferred tax asset

	2022	2021
	£	£
Fixed asset timing differences	16,332	12,679
Short term timing differences	9,633	10,114
Deferred tax assets and liabilities	25,965	22,793

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022
(continued)

9 Intangible assets

	Goodwill
	£
Cost	
At 1 July 2021 and at 30 June 2022	<u>8,500,359</u>
Amortisation	
At 1 July 2021	2,449,164
Charge for the year	355,953
At 30 June 2022	<u>2,805,117</u>
Carrying value	
At 30 June 2022	<u>5,695,242</u>
At 30 June 2021	<u>6,051,195</u>

10 Property, plant and equipment

	Land and Buildings	Furniture, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 July 2021	9,615	143,522	50,901	204,038
Additions	-	16,571	25,378	41,949
Disposals	-	-	(29,100)	(29,100)
At 30 June 2022	<u>9,615</u>	<u>160,093</u>	<u>47,179</u>	<u>216,887</u>
Depreciation				
At 1 July 2021	3,199	112,677	43,459	159,335
Charge for the year	916	24,232	3,720	28,868
At 30 June 2022	<u>4,115</u>	<u>136,909</u>	<u>47,179</u>	<u>188,203</u>
Carrying amount				
At 30 June 2022	<u>5,500</u>	<u>23,184</u>	<u>-</u>	<u>28,684</u>
At 30 June 2021	<u>6,416</u>	<u>30,845</u>	<u>7,442</u>	<u>44,703</u>

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022
(continued)

11 Stocks

	2022	2021
	£	£
Finished goods and consumables	<u>272,145</u>	<u>736,050</u>

12 Trade and other receivables

	2022	2021
	£	£
Amounts falling due within one year		
Trade debtors	2,444,094	2,572,890
Prepayments and accrued income	1,086	4,685,690
Deferred tax assets	25,965	22,793
Amounts owed by group undertakings	8,791,209	-
	<u>11,262,354</u>	<u>7,281,373</u>

13 Trade and other payables

	2022	2021
	£	£
Amounts falling due within one year		
Trade creditors	606,105	4,485,050
Amounts owed to group undertakings	12,238,135	-
Social security and other taxes	447,861	454,053
Other creditors	179,083	37,545
Outstanding defined contribution pension costs	6,378	5,160
Accrued expenses	53,657	168,666
Corporation tax	-	1,115
	<u>13,531,218</u>	<u>5,151,589</u>
Amounts falling due after more than one year		
Amounts owed to group undertakings	<u>-</u>	<u>6,315,027</u>

GARTH PIG PRACTICE LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022 (continued)

14 Pension and other schemes

Defined contribution pension scheme

The group operates defined contribution pension schemes. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £22,846 (2021 - £22,443).

Contributions totalling £6,378 (2021 - £5,160) were payable to the scheme at the end of the year and are included in creditors.

15 Share capital

Authorised, allotted, called up and fully paid shares

	2022		2021	
	No	£	No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

16 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2022	2021
	£	£
Not later than one year	17,373	2,466
Later than one year and not later than 5 years	67,102	6,244
Later than five years	<u>78,200</u>	<u>594</u>
	<u>162,675</u>	<u>9,304</u>

17 Contingent liabilities

The company is bound by an intra-group cross guarantee in respect of bank debt with other members of the group headed by VetPartners Group Limited. The amount guaranteed is £1,004,754,706 (2021 - £717,078,629)

GARTH PIG PRACTICE LIMITED

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2022 (continued)**

18 Parent and ultimate parent undertaking

The company's immediate parent is VetPartners Limited, incorporated in England and Wales, whose ultimate controlling parent undertaking was BC European X, a collection of Limited partnerships with no single controlling party.

The parent of the largest group in which these financial statements are consolidated is Scooby Bidco Limited, incorporated in England and Wales.

The address of Scooby Bidco Limited is:

C/O VetPartners Ltd
Spitfire House
Aviator Court
York
YO30 4UZ

The parent of the smallest group in which these financial statements are consolidated is VetPartners Group Limited, incorporated in England and Wales.

The address of VetPartners Group Limited is:

Spitfire House
Aviator Court
York
YO30 4UZ