I have tried doing:

yum remove vztmpl-centos-4.i386
yum install vztmpl-centos-4.i386

I have set up a new VE, tested it out by install mysql and trying to start it and I am still having the same problem.

Does anyone have any suggestions for me? I don't want to be stuck having to use Fedora VE's since for everything.

Regards,

Matt