

LEE ASSOCIATES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005



LEE ASSOCIATES LIMITED

CONTENTS

	Page
Independent auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3 - 4

LEE ASSOCIATES LIMITED

INDEPENDENT AUDITORS' REPORT TO LEE ASSOCIATES LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 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 audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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 audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

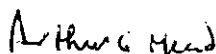
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Arthur G Mead

Chartered Accountants
Registered Auditor

27.10.06

Adam House, 1 Fitzroy Square, London

W1P 6HE

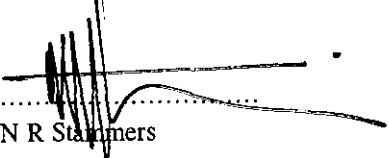
LEE ASSOCIATES LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Intangible assets	2		420,000		450,000
Tangible assets	2		26,542		40,435
			<u>446,542</u>		<u>490,435</u>
Current assets					
Stocks		268,050		147,817	
Debtors		779,274		755,639	
Cash at bank and in hand		332,111		68,185	
		<u>1,379,435</u>		<u>971,641</u>	
Creditors: amounts falling due within one year		<u>(1,284,279)</u>		<u>(855,109)</u>	
Net current assets			<u>95,156</u>		<u>116,532</u>
Total assets less current liabilities			<u>541,698</u>		<u>606,967</u>
Creditors: amounts falling due after more than one year			<u>(25,116)</u>		<u>(106,767)</u>
			<u>516,582</u>		<u>500,200</u>
Capital and reserves					
Called up share capital	3		10,000		10,000
Share premium account			49,475		49,475
Profit and loss account			457,107		440,725
Shareholders' funds			<u>516,582</u>		<u>500,200</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 20 OCTOBER 2006


N R Stammers
Director

LEE ASSOCIATES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2005

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).

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

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

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets 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:

Plant and machinery	25% Straight Line Basis
Fixtures, fittings & equipment	25% Straight Line Basis

2 Fixed assets

	Intangible assets	Tangible assets	Total
	£	£	£
Cost			
At 1 January 2005	600,000	161,565	761,565
Additions	-	10,327	10,327
At 31 December 2005	600,000	171,892	771,892
Depreciation			
At 1 January 2005	150,000	121,130	271,130
Charge for the year	30,000	24,220	54,220
At 31 December 2005	180,000	145,350	325,350
Net book value			
At 31 December 2005	420,000	26,542	446,542
At 31 December 2004	450,000	40,435	490,435

LEE ASSOCIATES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

3	Share capital	2005 £	2004 £
	Authorised		
	50,000 Ordinary Shares of £1 each	<u>50,000</u>	<u>50,000</u>
	Allotted, called up and fully paid		
	10,000 Ordinary Shares of £1 each	<u>10,000</u>	<u>10,000</u>