



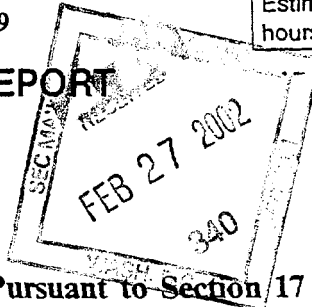
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UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

OMB APPROVAL OMB Number: 3235-0123 Expires: September 30, 1998 Estimated average burden hours per response . . . 12.00

ANNUAL AUDITED REPORT FORM X-17A-5 PART III

SEC FILE NUMBER 8- 51890



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FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING

01/01/02 MM/DD/YY

AND ENDING

12/31/01 MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

TECHVEST, LLC

OFFICIAL USE ONLY

FIRM ID. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

60 E 42nd Street

(No. and Street)

New York (City)

NEW YORK NY (State)

10165 (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

MICHAEL EHRENREICH

212-262-4646 (Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

BERNATH & ROSENBERG P.C.

(Name - if individual, state last, first, middle name)

1140 AVE OF THE AMERICAS (Address) (City)

NY (State)

NY (State)

10036 (Zip Code)

CHECK ONE

- Checked: Certified Public Accountant
Public Accountant
Accountant not resident in United States or any of its possessions.

PROCESSED MAR 12 2002

FOR OFFICIAL USE ONLY

THOMSON FINANCIAL

*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

Handwritten: 3/11/02 S.S

OATH OR AFFIRMATION

I, MICHAEL EHRENREICH, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of TECHVEST, LLC, as of December, 15/2001, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

N/A

[Signature]
Signature
Member
Title

Jenelle Scarbrough
Notary Public
2/26/2002

JENELLE H. SCARBROUGH
Notary Public, State of New York
No. 41-4979472
Qualified in Nassau County
Commission Expires March 25, 2003

This report** contains (check all applicable boxes):

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).



BERNATH & ROSENBERG, P.C.
CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL PLANNERS

James H. Bernath CPA/PFS, CFP
Jacob I. Rosenberg CPA/PFS, CFP

1140 Avenue of the Americas
New York, NY 10036-5803
Tel: (212) 221-1140
Fax: (212) 221-1944

To the Member
Techvest, LLC
60 East 42nd Street
New York, NY 10165

Gentlemen:

We have examined the accompanying Financial Statements (Focus Report) (Form X-17A-5) of Techvest, LLC as of December 31, 2001.

In connection therewith, we have reviewed the system of internal control, including the procedure for safe-guarding securities. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances, and we have observed the audit requirements prescribed by the Securities and Exchange Commission with respect to such examination.

In our opinion, the accompanying Financial Statements (focus report) (Form X-17A-5) present fairly the financial position of Techvest, LLC as of December 31, 2001 in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and in the form required by the Securities and Exchange Commission.

BERNATH & ROSENBERG, P.C.
Certified Public Accountant

New York, NY
February 21, 2002

FORM
X-17A-5

FOCUS REPORT
(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)
PART IIA 12

(Please read instructions before preparing Form)

This report is being filed pursuant to (Check Applicable Block(s)):

1) Rule 17a-5(a) 16

2) Rule 17a-5(b) 17

3) Rule 17a-11 18

4) Special request by designated examining authority 19

5) Other 26

NAME OF BROKER-DEALER

TECHVEST, LLC 13

SEC. FILE NO.

8-51890 14

ADDRESS OF PRINCIPAL PLACE OF BUSINESS (Do not use P.O. Box No.)

60 EAST 42nd Street 20

(No. and Street)

FIRM ID NO.

47744 15

FOR PERIOD BEGINNING (MM/DD/YY)

01/01/01 24

AND ENDING (MM/DD/YY)

12/31/01 25

New York 21

(City)

NY 22

(State)

10165 23

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT (Area code) - Telephone No.

MICHAEL ERLENREICH 212 262-4646 30

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT

OFFICIAL USE

32

34

36

38

31

35

37

39

DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS? YES 40 NO 41

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT 42

EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete.

It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the 26 day of Feb 18 2007

Manual Signatures of:

1) [Signature]
Principal Executive Officer or Managing Partner

2) _____
Principal Financial Officer or Partner

3) _____
Principal Operations Officer or Partner

ATTENTION - Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78f(a))

DEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report

NAME (If individual, state last, first, middle name)

BERNATH J ROSENBERG P.C.

70

ADDRESS

1140 AVENUE OF THE AMERICAS N.Y.

72

NY
State

73

10036
Zip Code

CHECK ONE

Certified Public Accountant

75

Public Accountant

76

Accountant not resident in United States
or any of its possessions

77

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WORK LOCATION	REPORT DATE MM/CCYY	DOC. SEC. NO.	CARD
50	51	52	53

BROKER OR DEALER

TECHWEST LLC

N

3

100

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING
AND
CERTAIN OTHER BROKERS OR DEALERS

as of (MM/DD/YY)

12/31/01 99

SEC FILE NO.

8-51890 32

Consolidated

198

Unconsolidated

199

ASSETS

Allowable

Non-Allowable

Total

1. Cash	\$ 3554	200		\$ 3554	750
2. Receivables from brokers or dealers:					
A. Clearance account		295			
B. Other		300	550		810
3. Receivables from non-customers		355	500		830
4. Securities and spot commodities owned, at market value:					
A. Exempted securities		418			
B. Debt securities		419			
C. Options		420			
D. Other securities	17717	424			
E. Spot commodities		430		17717	850
5. Securities and/or other investments not readily marketable:					
A. At cost	\$ 130				
B. At estimated fair value		440	610		860
6. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:					
A. Exempted securities	\$ 150				
B. Other securities	\$ 160				
7. Secured demand notes:		470	640		390
Market value of collateral:					
A. Exempted securities	\$ 170				
B. Other securities	\$ 130				
8. Memberships in exchanges:					
A. Owned, at market	\$ 190				
B. Owned, at cost			650		
C. Contributed for use of the company, at market value			660		900
9. Investment in and receivables from affiliates, subsidiaries and associated partnerships		480	670		910
10. Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization.		490	2521	680	2521
11. Other assets		535	56983	735	56983
12. Total Assets	\$ 21271	540	59504	740	\$ 80775

BROKER OR DEALER

TECHVEST, LLC

as of

12/31/01

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING,
NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS
LIABILITIES AND OWNERSHIP EQUITY

<u>Liabilities</u>	<u>A.I. Liabilities</u>	<u>Non-A.I. Liabilities</u>	<u>Total</u>
13. Bank loans payable	\$ 1045	\$ 1255	1470
14. Payable to brokers or dealers:			
A. Clearance account	1114	1319	1560
B. Other	1115	1309	1540
15. Payable to non-customers	1155	1358	1610
16. Securities sold not yet purchased, at market value:		1360	1620
17. Accounts payable, accrued liabilities, expenses and other	7562 1205	1335	7562 1685
18. Notes and mortgages payable:			
A. Unsecured	1210		1690
B. Secured	1211	1390	1700
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:		1400	1710
1. from outsiders \$ 970			
2. Includes equity subordination (15c3-1(d)) of \$ 980			
B. Securities borrowings, at market value from outsiders \$ 990		1410	1720
C. Pursuant to secured demand note collateral agreements:		1420	1730
1. from outsiders \$ 1000			
2. includes equity subordination (15c3-1(d)) of \$ 1010			
D. Exchange memberships contributed for use of company, at market value		1430	1740
E. Accounts and other borrowings not qualified for net capital purposes	1220	1440	1750
20. TOTAL LIABILITIES	7562 1230	1450	7562 1750

Ownership Equity

21. Sole proprietorship			1770
22. Partnership (limited partners)	1020		73213 1790
23. Corporation:			
A. Preferred stock			1791
B. Common stock			1792
C. Additional paid-in capital			1793
D. Retained earnings			1794
E. Total			1795
F. Less capital stock in treasury			(1796)
24. TOTAL OWNERSHIP EQUITY			73213 1800
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY			80775 1810

OMIT PENNIES

BROKER OR DEALER

TECHVEST LLC

as of

12/31/01

COMPUTATION OF NET CAPITAL

1. Total ownership equity from Statement of Financial Condition	.....	\$	73213	3480	
2. Deduct ownership equity not allowable for Net Capital	.....	(		3490	
3. Total ownership equity qualified for Net Capital	.....		73213	3500	
4. Add:					
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital	.....			3520	
B. Other (deductions) or allowable credits (List)	.....			3525	
5. Total capital and allowable subordinated liabilities	.....	\$		3530	
6. Deductions and/or charges:					
A. Total non-allowable assets from					
Statement of Financial Condition (Notes B and C)	.....	\$	59504	3540	
B. Secured demand note deficiency	.....			3550	
C. Commodity futures contracts and spot commodities-proprietary capital charges	.....			3600	
D. Other deductions and/or charges	.....			3610	() 3620
7. Other additions and/or allowable credits (List)	.....			3630	
8. Net Capital before haircuts on securities positions	.....	\$	13709	3640	
9. Haircuts on securities (computed, where applicable, pursuant to 15c3-1(f)):					
A. Contractual securities commitments	.....	\$		3660	
B. Subordinated securities borrowings	.....			3670	
C. Trading and investment securities:					
1. Exempted securities	.....			3735	
2. Debt securities	.....			3733	
3. Options	.....			3730	
4. Other securities	.....			3734	
D. Undue concentration	.....			3650	
E. Other (List)	..... NON FOIC MONEY MARKET		354	3736	() 3740
10. Net Capital	.....	\$	13355	3750	

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA**

BROKER OR DEALER TECHWEST LLC	as of <u>12/31/01</u>
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COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Part A

11. Minimum net capital required (6-2/3% of line 19)	\$	504	3758
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	5000	3758
13. Net capital requirement (greater of line 11 or 12)	\$	5000	3760
14. Excess net capital (line 10 less 13)	\$	8355	3770
15. Excess net capital at 1000% (line 10 less 10% of line 19)	\$	12599	3780

COMPUTATION OF AGGREGATE INDEBTEDNESS

16. Total A.I. liabilities from Statement of Financial Condition	\$	7562	3790
17. Add:			
A. Drafts for immediate credit	\$	3800	
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$	3810	
C. Other unrecorded amounts (List)	\$	3820	3830
19. Total aggregate indebtedness	\$	7562	3840
20. Percentage of aggregate indebtedness to net capital (line 19 divided by line 10)	%	56	3850
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c-3-1(d)	%		3860

COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT

Part B

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$		3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$		3880
24. Net capital requirement (greater of line 22 or 23)	\$		3760
25. Excess net capital (line 10 less 24)	\$		3910
26. Net capital in excess of the greater of: 5% of combined aggregate debit items or 120% of minimum net capital requirement	\$		3920

NOTES:

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
 2. 6-2/3% of aggregate indebtedness or 4% of aggregate debits if alternative method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand notes covered by subordination agreements not in satisfactory form and the market values of the memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER

TECHVEST, LLC

For the period (MMDDYY) from 11/01 3932 to 12/31/01 3933
Number of months included in this statement 12 3931

REVENUE

STATEMENT OF INCOME (LOSS)

1. Commissions:		
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$ 15428	3935
b. Commissions on listed option transactions		3938
c. All other securities commissions		3939
d. Total securities commissions	15428	3940
2. Gains or losses on firm securities trading accounts		
a. From market making in options on a national securities exchange		3945
b. From all other trading		3949
c. Total gain (loss)		3950
3. Gains or losses on firm securities investment accounts		3952
4. Profits (losses) from underwriting and selling groups		3953
5. Revenue from sale of investment company shares		3970
6. Commodities revenue		3990
7. Fees for account supervision, investment advisory and administrative services		3975
8. Other revenue	228008	3995
9. Total revenue	\$ 243436	4030

EXPENSES

10. Salaries and other employment costs for general partners and voting stockholder officers		4120
11. Other employee compensation and benefits	132995	4113
12. Commissions paid to other brokers-dealers		4140
13. Interest expense		4075
a. Includes interest on accounts subject to subordination agreements		4070
14. Regulatory fees and expenses	1316	4199
15. Other expenses	98549	4100
16. Total expenses	\$ 232860	4200

NET INCOME

17. Net Income (loss) before Federal income taxes and items below (Item 9 less Item 16)	\$ 10576	4210
18. Provision for Federal income taxes (for parent only)		4220
19. Equity in earnings (losses) of unconsolidated subsidiaries not included above		4222
a. After Federal income taxes of		4238
20. Extraordinary gains (losses)		4224
a. After Federal income taxes of		4239
21. Cumulative effect of changes in accounting principles		4225
22. Net income (loss) after Federal income taxes and extraordinary items	\$ 10576	4230

MONTHLY INCOME

23. Income (current month only) before provision for Federal income taxes and extraordinary items	7990	4211
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FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER

TECHVEST, LLC

For the period (MMDDYY) from 01/01/00 to 12/31/01

STATEMENT OF CHANGES IN OWNERSHIP EQUITY
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)

1. Balance, beginning of period	.....	\$	<u>36512</u>	<u>4240</u>
A. Net income (loss)	.....		<u>10576</u>	<u>4250</u>
B. Additions (includes non-conforming capital of	.....	\$	<u>4262</u>)
			<u>54500</u>	<u>4260</u>
C. Deductions (includes non-conforming capital of	.....	\$	<u>4272</u>)
			<u>28375</u>	<u>4270</u>
2. Balance, end of period (from item 1300)	.....	\$	<u>73213</u>	<u>4290</u>

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS

3. Balance, beginning of period	.....	\$	<u>4300</u>
A. Increases	.....		<u>4310</u>
B. Decreases	.....		<u>4320</u>
4. Balance, end of period (from item 3520)	.....	\$	<u>4330</u>

OMIT PENNIES

BROKER OR DEALER

TECHVEST LLC

as of

12/31/01

Exemptive Provision Under Rule 15c3-3

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based (check one only)

- A. (k) (1) - \$2,500 capital category as per Rule 15c3-1 4550
- B. (k) (2) (A) - "Special Account for the Exclusive Benefit of customers" maintained 4560
- C. (k) (2) (B) - All customer transactions cleared through another broker-dealer on a fully disclosed basis. Name of clearing firm CORRESPONDENT SERVICES CORP 8-42167 4335 Equities 4570
- D. (k) (3)-Exempted by order of the Commission 4580

Ownership Equity and Subordinated Liabilities maturing or proposed to be withdrawn within the next six months and accruals, (as defined below), which have not been deducted in the computation of Net Capital.

Type of Proposed Withdrawal or Accrual (See below for code to enter)	Name of Lender or Contributor	Insider or Outsider? (In or Out)	Amount to be withdrawn (cash amount and/or Net Capital Value of Securities)	(MMDDYY) Withdrawal or Maturity Date	Expect to Renew (Yes or No)	
4600		4601	4602	4603	4604	4605
4610		4611	4612	4613	4614	4615
4620		4621	4622	4623	4624	4625
4630		4631	4632	4633	4634	4635
4640		4641	4642	4643	4644	4645
4650		4651	4652	4653	4654	4655
4660		4661	4662	4663	4664	4665
4670		4671	4672	4673	4674	4675
4680		4681	4682	4683	4684	4685
4690		4691	4692	4693	4694	4695
TOTAL			\$	4699		

OMIT PENNIES

Instructions: Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c) (2) (iv)), which could be required by the lender on demand or in less than six months.

WITHDRAWAL CODE:	DESCRIPTION
1.	Equity Capital
2.	Subordinated Liabilities
3.	Accruals
4.	15c3-1(c) (2) (iv) Liabilities



BERNATH & ROSENBERG, P.C.
CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL PLANNERS

James H. Bernath CPA/PFS, CFP
Jacob I. Rosenberg CPA/PFS, CFP

1140 Avenue of the Americas
New York, NY 10036-5803
Tel: (212) 221-1140
Fax: (212) 221-1944

To the Member
Techvest, LLC
New York, NY

We have examined the accompanying financial statements of TECHVEST, LLC. for the year ended December 31, 2001, and have issued our report thereon dated February 21, 2002. As part of our examination, we made a study and evaluation of the Company's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation, which included obtaining an understanding of the accounting system, was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the financial statements.

We also made a study of the practices and procedures followed by the Company under Rule 17a-5(g)(1) and the procedures for determining compliance with the exemptive provisions of Rule 15c3-3. We did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, and the recordation of differences required by Rule 17a-13 or in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governor of the Federal Reserve System because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining a system of internal accounting control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of control procedures and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Commission's above-mentioned objectives. The objectives of a system and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.


To the Members
TECHVEST, LLC

Because of inherent limitations in any internal accounting control procedures or the practices and procedures referred to above, errors or irregularities may, nevertheless, occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the degree of compliance with them may deteriorate.

Our study and evaluation made for the limited purpose described in the first paragraph would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control of TECHVEST, LLC. taken as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at December 31, 2001 to meet the Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission and the New York Stock Exchange and should not be used for any other purpose.



BERNATH & ROSENBERG, P.C.
Certified Public Accountant

New York, NY
February 21, 2002

TECHVEST, LLC
FINANCIAL STATEMENTS
DECEMBER 31, 2001



BERNATH & ROSENBERG, P.C.
CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL PLANNERS

James H. Bernath CPA/PFS, CFP
Jacob I. Rosenberg CPA/PFS, CFP

1140 Avenue of the Americas
New York, NY 10036-5803
Tel: (212) 221-1140
Fax: (212) 221-1944

INDEPENDENT AUDITOR'S REPORT

To the Member
TECHVEST, LLC
New York, New York

We have audited the accompanying statement of financial condition of **TECHVEST, LLC** as of December 31, 2001 and the related statements of income, retained earnings and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on the audit.

We conducted the audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that the audit provides a reasonable basis for my opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **TECHVEST, LLC** as of December 31, 2001 and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

BERNATH & ROSENBERG, P.C.
Certified Public Accountant

New York, NY
February 21, 2002

TECHVEST, LLC
Statement of Financial Condition
December 31, 2001

ASSETS

Current Assets	
Cash	\$ 21,271
Prepaid Expenses and Other Receivables	51,027
Total Current Assets	<u>\$ 72,298</u>
Fixed Assets	
Computer Equipment	3,789
Less: Accumulated Depreciation	(1,268)
Total Fixed Assets	<u>2,521</u>
Other Assets	
Organization Costs	10,276
Less: Accumulated Amortization	(4,320)
Total Other Assets	<u>5,956</u>
TOTAL ASSETS	<u><u>80,775</u></u>

LIABILITIES AND MEMBER'S EQUITY

Accounts Payable	\$ 3,785
Accrued Expenses and Payroll Taxes	3,777
Total Liabilities	<u>7,562</u>
Member's Equity	
Member's Equity	73,213
Total Member's Equity	<u>73,213</u>
TOTAL LIABILITIES AND MEMBER'S EQUITY	<u><u>\$ 80,775</u></u>

See Accountants' Report and Notes to Financial Statements

Techvest, LLC
 Statements of Income and Member's Equity
 For the Year Ended December 31, 2001

INCOME	
Commission Revenue	\$ 15,428
Other Income	227,555
Total Income	242,983
OPERATING EXPENSES	
Salaries	132,995
Clearance Charges	246
Professional Fees	7,209
Overhead Expenses	36,500
Registration & Filing Fees	1,316
Outside Services	638
Bank Charges	285
Travel Expenses	1,678
Office Expenses	591
Insurance	7,507
Depreciation and amortization	2,813
Payroll Taxes	10,770
Miscellaneous Expenses	312
Total Operating Expenses	202,860
Income from Operations	40,123
Interest Income	453
Loss on Investment	(30,000)
Net Income	10,576
Member's Equity - Beginning of Year	36,512
Add: Member's Contributions	54,500
Less: Member's Drawings	(28,375)
Member's Equity - End of Year	\$ 73,213

See Accountants' Report and Notes to Financial Statements

TECHVEST, LLC
Statement of Cash Flows
For the Year Ended December 31, 2001

Cash flows from operating activities:

Net income	\$ 10,576
<hr/>	
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and amortization	2,813
Changes in Assets and Liabilities:	
Accounts receivable	(12,335)
Due to/from Broker	4,293
Prepaid Expenses	(33,300)
Accounts Payable	(9,034)
Accrued Expenses & Payroll Taxes	(586)
Unearned Revenue	(25,000)
Total adjustments	(73,149)
Net cash provided (used) by operating activities	(62,573)

Cash flows from financing activities:

Member's Contributions	54,500
Member's Drawings	(28,375)
Net cash provided (used) by financing activities	26,125
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Net increase (decrease) in cash and equivalents	(36,448)
Cash and equivalents, beginning	57,719
Cash and equivalents, ending	\$ 21,271

See accountant's report and notes to financial statements.

TECHVEST, LLC
Notes to Financial Statements
December 31, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

For financial statement purposes and income tax purposes, TECHVEST, LLC. (the "Company") records revenues and expenditures on the accrual basis of accounting.

Depreciation:

Depreciation is computed using the straight-line method over the estimated useful life.

Cash and Cash Equivalents:

The Company considers all short term investments with an original maturity of three months or less to be cash equivalents.

NOTE 2- DUE FROM BROKER

The Company's securities transactions are cleared through FCG Advisors, LLC, and all the Company's trading accounts and customer's accounts are carried by FCG Advisors, LLC, which remits to the Company all profit on the Company's trading accounts and all commissions due net of clearance charges, trading errors and miscellaneous related charges, at the end of the month.

NOTE 4 - FIXED ASSETS

Fixed assets consist of computer equipment with a cost of \$3,789, less accumulated depreciation of \$1,268.

NOTE 5 - INCOME TAXES

The Company is being treated as a sole proprietorship for federal and state income tax purposes and therefore does not record a provision for income taxes. The owner reports the Company's income or loss on his personal income tax returns.

NOTE 6 - INTERNAL CONTROL

No material inadequacies were found to exist.

See Accountants' Report

TECHVEST, LLC
Notes to Financial Statements
December 31, 2001
(continued)

NOTE 7 - NET CAPITAL

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (and the rule of the "applicable" exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). The following data has been excerpted from the Company's Focus Report for the year ended:

Net Capital	\$13,355
Required Net Capital	\$ 5,000
Excess Net Capital	\$12,599
Ratio of Aggregate Indebtedness to Net Capital	.56

NOTE 8 - RELATED PARTY TRANSACTION

The Company is 100% owned by Michael Ehrenreich. A related company, Techvest Partners, LLC provides various office services for the Company.

See Accountants' Report

TECHVEST, LLC
RECONCILIATION BETWEEN UNAUDITED AND AUDITED FOCUS REPORTS
DECEMBER 31, 2001

<u>Account</u>	<u>Per</u> <u>Unaudited</u>	<u>Per</u> <u>Audited</u>	<u>Difference</u>	<u>Explanation</u>
Cash	\$3,554	\$3,554	\$ -0-	
Investment - MM	17,717	17,717	-0-	
Fixed Assets	2,520	2,521	1	Rounding
Other Assets	55,978	56,983	1,005	
Total Assets	79,769	80,775	1006	
Accrued Expenses	8,664	7,562	(1,102)	Reclassification of Accrual
Total Liabilities	8,664	7,562	(1,102)	
Members Equity	71,105	73,213	2,108	Reclassification of Accrual
Ownership Equity	71,105	73,213	2,108	
Non-Allowable Assets	58,498	59,504	1,006	Reclassification of Accrual
Haircuts	354	354	-0-	
Net Capital	12,253	13,355	1,102	