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

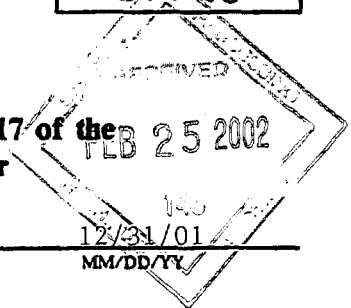
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**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

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 1/1/01 AND ENDING 12/31/01
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

Traderfield Securities Inc.

OFFICIAL USE ONLY
FIRM ID. NO.

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

109 LAFAYETTE STREET, ROOM 503

(No. and Street)

NEW YORK

NEW YORK

10013

(City)

(State)

(Zip Code)

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

DANIEL K. KWAN C.P.A.

NEW YORK

(212) 966-1818

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

DANIEL K. KWAN, CPA, LLC

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

45 DIVISION STREET

NEW YORK

NEW YORK

10002

(Address)

(City)

(State)

PROCESSED

MAR 18 2002

P THOMSON
FINANCIAL

CHECK ONE:

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

FOR OFFICIAL USE ONLY

SEC 1410 (3-91)

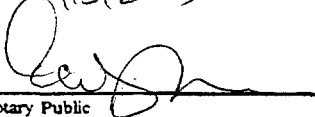
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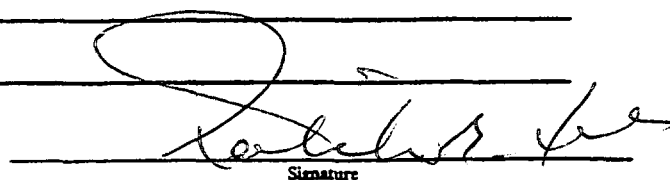
3/15/02
SS

OATH OR AFFIRMATION

I, PATRICK Y. LEE, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of _____, as of DECEMBER 31, 19 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:

CINDY WU
Notary Public, State of New York
No. 01WU5040405
Qualified in Kings County
Commission Expires 3/13/2003


Notary Public


Signature

PRESIDENT
Title

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).

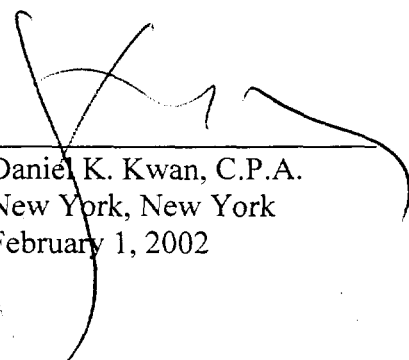
Independent Auditor's Report

To the Board of Directors and
Stockholders of Traderfield Securities, Inc.

We have audited the accompanying balance sheet of Traderfield Securities, Inc., 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 our audit.

We conducted our 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. As 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 our audit provides a reasonable basis for our opinion.

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



Daniel K. Kwan, C.P.A.
New York, New York
February 1, 2002

TRADERFIELD SECURITIES, INC

Balance Sheet

For The Year ended December 31, 2001

Assets:

Cash		\$	313,582
Accounts Receivable			48,239
Prepaid Expenses			3,074
Clearing Account Deposit			75,142
Furniture & Equipment	\$	160,401	
Accumulated Depreciation		(127,985)	
			<u>32,416</u>
Total Assets		\$	<u>472,453</u>

Liabilities And Shareholders' Equity:

Liabilities:

Commission Payable	\$	<u>3,325</u>	
Total Liabilities	\$		3,325

Shareholders' Equity

Common Stock, no par value, 200 shares authorized, issued-100 shares	\$	100,000	
Retained Earnings		<u>369,128</u>	
Total Shareholders' Equity	\$		<u>469,128</u>

Total Liabilities & Shareholder's Equity	\$		<u>472,453</u>
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TRADERFIELD SECURITIES, INC.

Statement of Cash Flows

For the Year Ended December 31, 2001

Cash flows from operating activities:		
Net cash flow from operating activities (Sch. A)	\$	(750,028)
Cash flows from investing activities:		
Cash paid to acquire equipment	\$	<u>0</u>
Net cash used by investing activities:		<u>0</u>
Net increase (decrease) in cash	\$	(750,028)
Cash and cash equivalents, beginning of year		<u>1,138,752</u>
Cash and cash equivalents, end of year	\$	<u><u>388,724</u></u>

SCHEDULE A: NET CASH FLOW FROM OPERATING ACTIVITIES

Net Income		\$	17,621
ADD:			
Depreciation Expense	\$	11,916	
Decrease in Accounts Receivable		<u>36,450</u>	
Subtotal			48,366
LESS:			
Distribution to Stockholders		720,000	
Increase in Deposits		3,074	
Decrease in Accounts Payable		<u>92,941</u>	
Subtotal			<u>816,015</u>
Net Cash flow from operating activities	\$		<u><u>(750,028)</u></u>

TRADERFIELD SECURITIES, INC.

Statement of Operations

For The Period of January 1, 2001 to December 31, 2001

Income:

Commission Income	\$	1,833,580
Interest Income		30,532
Rebate & Service Income		<u>372,465</u>
Gross Profit	\$	<u><u>2,236,577</u></u>

Expenses:

Salaries & Commission Expense	\$	516,743
Commission to Other Brokers		561,949
Clearing Agent Commission		464,731
Customer Related Expenses		3,970
NYC Corp. Tax		2,336
NYS Corp. Tax		2,510
NYC Rent Tax		712
Real Estate Taxes		8,945
Settlement Expenses		60,600
Rent		145,655
Office Expenses		42,488
Telephone		20,956
Utilities		5,026
Computer Renter/Leasing Expense		9,000
Gifts		665
Exchange Fees		32,172
Entertainment		17,011
Repairs & Maintenance		16,471
Condo Maintenance Fee		7,687
Insurance		69,926
Professional Fee		17,555
Travel Expense		6,670
Depreciation Expense		11,916
Subscriptions		13,646
Errors Account		5,901
Misc. Expenses		13,454
Bank Charge		331
Subscriptions to Market Programs		<u>159,930</u>
Total Expenses	\$	<u><u>2,218,956</u></u>
Net Profit	\$	<u><u>17,621</u></u>

TRADERFIELD SECURITIES, INC.

**Computation of Net Capital
For Year Ended December 31, 2001**

Total Shareholders' Equity	\$	369,128
Deduct: Non-Allowable Assets		<u>32,416</u>
Net Capital before Haircuts on Securities Positions		336,712
Deduct: Haircuts on Securities		<u>1,503</u>
Net Capital	\$	<u><u>335,209</u></u>

TRADERFIELD SECURITIES, INC.
Computation of Basic Net Capital Requirement
For Year Ended December 31, 2001

MINIMUM NET CAPITAL REQUIRED:

6 2/3% of Aggregate Indebtedness	\$	222
Minimum Dollar Net Capital Requirement	\$	50,000
Net Capital	\$	335,209
LESS: Net Capital Requirement	\$	<u>50,000</u>
Excess: Net Capital	\$	<u><u>285,209</u></u>

TRADERFIELD SECURITIES, INC.
Statement of Changes in Stockholders Equity
For Year Ended December 31, 2001

Balance, Beginning	\$ 1,071,507
Net Profit for the year	\$ 17,621
LESS : Distribution	<u>\$ (720,000)</u>
Balance, Ending	<u><u>\$ 369,128</u></u>

TRADERFIELD SECURITIES, INC.

Notes to Financial Statements For Year Ended December 31, 2001

(1) Accounting Policies:

Depreciation Method

Management has adopted **MACRS** method for depreciation purpose. Property plant and equipment is recorded at cost.

Income

Commission income are recorded is realized.

(2) Computation of Net Capital

There are no material difference in the computation of net capital between the audited report and the corresponding unaudited Part II a of the Focus Report.

(3) Reserve Requirements

The Company is exempt from the reserve requirements of 15C 3-3 under K(2) (B) of the section.

(4) Accounting System

There were no material inadequacies in the financial record keeping and accounting procedures followed by the corporation, expect the corporation had elected to be an S. Corporation for income tax reporting purpose under Section 1362 of the Internal Revenue Code.