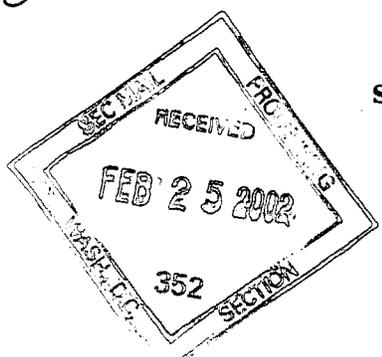


SO  
3-4-02



02006437

KY 2/28



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  
8-48938

**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 1/01/2001 AND ENDING 12/31/2001  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

J. ALDEN ASSOCIATES INC

OFFICIAL USE ONLY  
FIRM ID. NO.

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

261 OLD YORK ROAD SUITE 404  
(No. and Street)

JENKINTOWN  
(City)

PA  
(State)

19046  
(Zip Code)

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

PETER A. ENGELBACH

215-572-8700  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

FOX & COMPANY P.C  
(Name - if individual, state last, first, middle name)

1200 BUSTLETON PIKE  
(Address)

FEASTERVILLE PA  
(City) (State)

19053  
Zip Code

CHECK ONE:

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

PROCESSED

MAR 21 2002

THOMSON  
FINANCIAL

FOR OFFICIAL USE ONLY

\*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).

BBB  
3/20

OATH OR AFFIRMATION

I, PETER A. ENGELBACH, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of J. ALDEN ASSOCIATES INC, as of FEBRUARY 16, 2002, 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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

[Signature]  
Signature  
[Title]  
Title

[Signature]  
Notary Public

Notarial Seal  
Carol Blender, Notary Public  
Abington Twp., Montgomery County  
My Commission Expires Apr. 16, 2005  
Member, Pennsylvania Association of Notaries

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

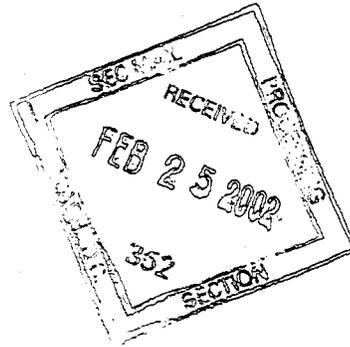
- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims 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).

**J. ALDEN ASSOCIATES, INC.**

**FINANCIAL STATEMENT**

**DECEMBER 31, 2001**



**FOX & COMPANY, P.C.**

Certified Public Accountants  
FEASTERVILLE, PENNSYLVANIA

J. ALDEN ASSOCIATES, INC.

DECEMBER 31, 2001

---

INDEX

	Page
Independent Auditor's Report	1
Independent Auditor's Report on Internal Control	2 - 4
Statement of Financial Condition	5
Statement of Income	6
Statement of Stockholders' Equity	7
Statement of Changes in Liabilities Subordinated to Claims of General Creditors	8
Statement of Cash Flows	9
Notes to Financial Statements	10 - 13
Supplemental Information Schedules I, II, III, IV	14 - 17

# FOX & COMPANY, P.C.

Certified Public Accountants

1200 Bustleton Pike, Suite 3, Feasterville, PA 19053 (215) 322-2664 • Fax (215) 322-4391

MURRAY J. FOX CPA

IRA M. FOX CPA

February 14, 2002

Independent Auditor's Report

J. Alden Associates, Inc.  
261 Old York Road  
Suite 404  
Jenkintown, Pennsylvania 19046

Board of Directors

We have audited the accompanying statement of financial condition of J. Alden Associates, Inc. as of December 31, 2001, and the related statements of income, changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. 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.

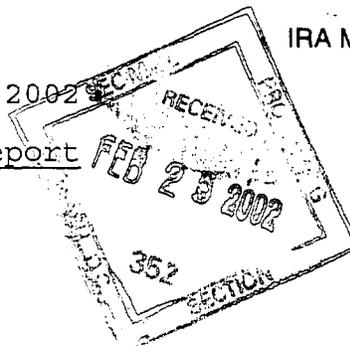
We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting 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 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 J. Alden Associates, Inc. as of December 31, 2001, and the results of their operations and their cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I, II, III, and IV is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

*Fox & Company P.C. CPAs*



---

---

# FOX & COMPANY, P.C.

Certified Public Accountants

---

---

1200 Bustleton Pike, Suite 3, Feasterville, PA 19053 (215) 322-2664 • Fax (215) 322-4391

MURRAY J. FOX CPA

February 14, 2002

IRA M. FOX CPA

## Independent Auditor's Report on Internal Control Structure Required by SEC Rule 17a-5

J. Alden Associates, Inc.  
261 Old York Road  
Suite 404  
Jenkintown, Pennsylvania 19046

Board of Directors

In planning and performing our audit of the financial statements of J. Alden Associates, Inc. for the year ended December 31, 2001, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

Also, as required by Rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Company, including tests of such practices and procedures that we considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts verifications, and comparisons.
2. Recordation of differences required by rule 17a-13.
3. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System.

The Management of the Company is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph.

J. Alden Associates, Inc.  
Board of Directors  
February 14, 2002

In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and 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 SEC's above-mentioned objectives. Two of the objectives of an internal control structure 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 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.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities may 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 effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC 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 SEC's objectives.

J. Alden Associates, Inc.  
Board of Directors  
February 14, 2002

This report is intended solely for the use of management, the Securities and Exchange Commission, the New York Stock Exchange and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and should not be used for any other purpose.

Respectfully submitted,

*Fox + Company PC CPAs*

J. ALDEN ASSOCIATES, INC.

STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2001

---

ASSETS	
Cash and Cash Equivalents	\$ 73,924
Receivable from Brokers and Dealers	13,812
Receivable from Customers	2,951
Securities Owned:	
Marketable, at market value	33,196
U.S. Treasury Bills, net of discount of \$80	10,920
Furniture and Equipment, at cost	
Less Accumulated Depreciation of \$51,316	22,984
Security Deposit	4,481
Prepaid Expenses	<u>8,159</u>
 TOTAL ASSETS	 \$ <u>170,427</u>
 LIABILITIES AND STOCKHOLDERS' EQUITY	
Accounts Payable, Accrued Expenses and Other Liabilities	\$ 12,691
Accrued Payroll Taxes	<u>4,263</u>
 TOTAL LIABILITIES	 <u>16,954</u>
Stockholders' Equity	
Common Stock, no par value, no stated value, authorized 2,000 shares, issued 1,303 shares, 1,073 outstanding	142,804
Retained Earnings	33,081
Less Common Stock in Treasury, 230 shares at cost	<u>( 22,412)</u>
 Total Stockholders' Equity	 <u>153,473</u>
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	 \$ <u>170,427</u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

STATEMENT OF INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2001

---

Revenues	
Commissions	\$ 934,605
Net Dealer Inventory and Investment Losses	( 713)
Interest and Dividends	14,729
Other Income	<u>4,781</u>
Total Revenues	<u>953,402</u>
Expenses	
Employee Compensation and Benefits	252,972
Clearance Fees, Commissions and Floor Brokerage	147,254
Communications	36,067
Occupancy and Equipment Rental	51,837
Interest	381
Taxes, Other than Income Taxes	24,771
Other Operating Expenses	<u>240,523</u>
Total Expenses	<u>753,805</u>
Net Income	\$ <u><u>199,597</u></u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

STATEMENT OF STOCKHOLDERS' EQUITY  
FOR THE YEAR ENDED DECEMBER 31, 2001

---

	<u>Common Stock</u>	<u>Retained Earnings</u>	<u>Treasury Stock</u>
Balance - January 1, 2001	\$ 142,804	\$ 35,487	\$(22,412)
Net Income		199,597	
Distributions to Shareholders	<u>          </u>	<u>(202,003)</u>	<u>          </u>
Balances - December 31, 2001	\$ <u>142,804</u>	\$ <u>33,081</u>	\$ <u>(22,412)</u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED TO CLAIMS  
OF GENERAL CREDITORS  
FOR THE YEAR ENDED DECEMBER 31, 2001

---

Subordinated Borrowings at January 1, 2001	\$ - 0 -
Changes in Subordinated Borrowings	<u>- 0 -</u>
Subordinated Borrowings at December 31, 2001	\$ <u><u>- 0 -</u></u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2001

---

Cash Flows From Operating Activities:

Net Income	\$ 199,597
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Depreciation	8,535
Amortization of U.S. Treasury Bill Discount	( 100)
Unrealized Loss on Marketable Securities	2,381
(Increase) Decrease In Assets:	
Decrease in Accounts Receivable from Customers	8,501
Decrease in Accounts Receivable from Brokers and Dealers	3,641
(Increase) in Prepaid Expenses	( 1,599)
(Increase) in Marketable Securities Owned (Net)	( 10,027)
Increase (Decrease) In Liabilities:	
(Decrease) in Accounts Payable, Accrued Expenses and Other Liabilities	( 9,457)
Net Cash Provided By Operating Activities	<u>201,472</u>
Cash Flows From Investing Activities:	
Redemption of U.S. Treasury Bills	22,000
Related Party Receivable	423
Purchase of Equipment and Furniture	( 3,255)
Purchase of U.S. Treasury Bills	( 21,485)
Net Cash Used By Investing Activities	<u>( 2,317)</u>
Cash Flows From Financing Activities:	
Decrease in Loan Payable - Officer	( 1,208)
Distribution to Shareholders	(202,003)
Decrease in Loans Payable	( 2,128)
Net Cash Used By Financing Activities	<u>(205,339)</u>
Net Decrease In Cash and Cash Equivalents	( 6,184)
Cash and Cash Equivalents - January 1, 2001	<u>80,108</u>
Cash and Cash Equivalents - December 31, 2001	\$ <u><u>73,924</u></u>
Supplemental Cash Flows Disclosures:	
Interest Paid	\$ <u><u>381</u></u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2001

---

Note 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

J. Alden Associates, Inc. was incorporated on November 3, 1995. The Company has been granted a license effective June 1, 1996 as a broker and dealer in securities under the Securities Exchange Act of 1934 with the National Association of Securities Dealers, Inc. ("the NASD").

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ALLOWANCE FOR DOUBTFUL ACCOUNTS

No allowance has been provided as management feels all outstanding accounts receivable are collectible.

PROPERTY, EQUIPMENT AND DEPRECIATION

Property and equipment are recorded at cost. Depreciation is computed utilizing the straight line method for financial reporting purposes. The estimated useful lives of the assets are as follows:

Furniture and Fixtures	7 Years
Office Equipment	5 Years
Computer Equipment	3 Years

Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized. When items of property and equipment are sold or retired, the related cost and accumulated depreciation or recovery are removed from the accounts and any gain or loss is included in income.

CASH AND CASH EQUIVALENTS

The Company considers all highly liquid investments with an original maturity of three (3) months or less as cash.

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2001

---

Note 1, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

INCOME TAXES

Effective January 1, 1999, the Company has elected to be treated as a small business corporation pursuant to Section 1372(a) of the Internal Revenue Code. This election will eliminate the need to account for entity level income taxes, as the stockholders have elected to be taxed individually on their share of Company earnings.

Note 2

MARKETABLE SECURITIES

Marketable Securities are classified as trading securities and are valued at current market value. The cost of these securities is \$36,961. The total accumulated unrealized loss at December 31, 2001 is \$3,765. Changes in unrealized gains and losses are recognized currently in income.

Note 3

FURNITURE, EQUIPMENT AND DEPRECIATION

Furniture, equipment and the related accumulated depreciation at December 31, 2001 consists of the following:

Computer Equipment	\$ 21,361
Furniture	32,553
Office Equipment	20,386
Total	<u>74,300</u>
Less: Accumulated Depreciation	<u>51,316</u>

Total Furniture, Equipment and Depreciation \$ 22,984

Depreciation expense for the year ended December 31, 2001 was \$8,535.

Note 4

UNITED STATES TREASURY BILL

At December 31, 2001, the Company owned a United States Treasury Bill which they recorded at cost less discount from the face value. The maturity value of this security is \$11,000. The expected yield to maturity is 2.07% and the maturity date is May 15, 2002.

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2001

---

Note 5

CAPITAL STOCK

The authorized, issued, and outstanding shares of capital stock at December 31, 2001 were as follows:

Common stock, without par or stated value; authorized 2,000 shares; issued 1,303 shares (in treasury 230 shares).

Note 6

PENSION PLAN

The Company has established a cash or deferred arrangement simplified employee pension plan. This plan covers those employees who have attained the age of twenty-one years old and have provided service to the employer in one of the preceding five years. Contributions are at the discretion of the board of directors. The current liability for pension cost at December 31, 2001 is \$- 0 -.

Note 7

COMMITMENTS AND CONTINGENT LIABILITIES

Under operating leases with remaining noncancellable terms in excess of one year at December 31, 2001, aggregate annual rentals for office space and equipment are approximately as listed below:

December 31, 2002	\$ 40,990
December 31, 2003	9,202
December 31, 2004	<u>2,741</u>
Total Commitments and Contingent Liabilities	\$ <u>52,933</u>

Total expense for rent and equipment rental for the year ended December 31, 2001 is \$40,323 and \$11,514, respectively.

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2001

---

Note 7, Continued

COMMITMENTS AND CONTINGENT LIABILITIES, continued

The Company has entered into a consulting agreement with a former shareholder which provides the Company will pay the former shareholder \$2,000 a year for the next year. The guaranteed payments are as follows:

December 31, 2002	\$ <u>2,000</u>
-------------------	-----------------

The Company has entered into a clearing agreement with Paine Webber to clear its securities transactions on a fully disclosed basis. In the event a customer or another broker is unable to fulfill its contracted obligation, the Company may be exposed to off-balance sheet risk.

In order to maintain this arrangement, the Company must achieve and maintain a net capital amount, as computed under Securities and Exchange Commission Rule 15c3-1, of \$100,000.

As of December 31, 2001, the Company was in compliance with this provision.

Note 8

NET CAPITAL REQUIREMENTS

The Company is subject to the net capital requirements of the National Association of Securities Dealers, Inc. ("NASD") and the Uniform Net Capital requirements of the Securities and Exchange Commission (SEC) under Rule 15c3-1. Pursuant to "NASD" Rules, the Company is required to maintain a minimum of \$5,000 of net capital. At December 31, 2001, the Company had net capital of approximately \$111,168 which was \$106,168 in excess of the \$5,000 required to be maintained at that date. The Company's net capital ratio was .15 to 1.

---

The accompanying notes are an integral part of these financial statements.

SUPPLEMENTAL INFORMATION

J. ALDEN ASSOCIATES, INC.

SCHEDULE I  
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1 OF THE SECURITIES  
AND EXCHANGE COMMISSION  
DECEMBER 31, 2001

---

NET CAPITAL

Total Stockholders' Equity Qualified for Net Capital	\$ 153,473
Add:	
A. Subordinated borrowings allowable in computation of net capital	<u>- 0 -</u>
Total Capital and Allowable Subordinated Liabilities	\$ 153,473
Deductions and/or Charges	
A. Non-Allowable Assets	
Furniture and Equipment	\$ 22,984
Unallowed Receivables	2,951
Other Assets	<u>12,640</u>
Total Deductions and/or Charges	\$ <u>38,575</u>
Net Capital Before Haircuts on Securities Positions	\$ 114,898
Haircuts on Securities	
A. U.S. Treasury Bills	109
B. Trading Securities	<u>3,621</u>
Net Capital	\$ <u><u>111,168</u></u>

AGGREGATE INDEBTEDNESS

Items included in Statement of Financial Condition: Accounts Payable, Accrued and Other Liabilities	\$ <u>16,594</u>
--	------------------

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum Net Capital Required	\$ <u>5,000</u>
Ratio: Aggregate Indebtedness to Net Capital	<u>.15 to 1</u>

RECONCILIATION WITH COMPANY'S COMPUTATION

Net Capital, as reported in Company's Part II (Unaudited) Focus Report	\$ 113,193
Net Audit Adjustments	<u>2,025</u>
Net Capital per above	\$ <u><u>111,168</u></u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

SCHEDULE II  
COMPUTATION OF DETERMINATION OF RESERVE REQUIREMENTS UNDER RULE  
15c3-3 OF THE SECURITIES AND EXCHANGE COMMISSION  
DECEMBER 31, 2001

---

Not Applicable

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

SCHEDULE III  
INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS UNDER  
RULE 15C3-3 OF THE SECURITIES AND EXCHANGE COMMISSION  
DECEMBER 31, 2001

---

1. Customers' fully paid securities and excess margin securities not in the respondent's possession or control as of the report date (for which instructions to reduce to possession or control had been issued as of the report date but for which the required action specified under Rule 15c3-3):	\$ <u>- 0 -</u>
A. Number of Items	\$ <u>- 0 -</u>
2. Customers' fully paid securities and excess margin securities for which instructions to reduce to possession or control had not been issued as of the report date, excluding items arising from "temporary lags, which result from normal business operations" as permitted under Rule 15c3-3:	\$ <u>- 0 -</u>
A. Number of Items	\$ <u>- 0 -</u>

---

The accompanying notes are an integral part of these financial statements.

J. ALDEN ASSOCIATES, INC.

SCHEDULE IV  
SCHEDULE OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION FOR  
CUSTOMERS' REGULATED COMMODITY FUTURES AND OPTIONS ACCOUNTS  
DECEMBER 31, 2001

---

Not Applicable

---

The accompanying notes are an integral part of these financial statements.