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4/1/2002

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

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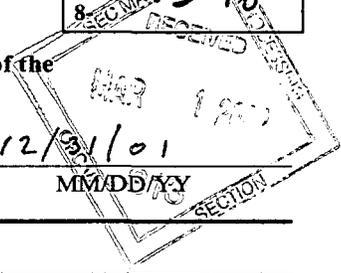


ANNUAL AUDITED REPORT
FORM X-17A-5
PART III

SEC FILE NUMBER
49398

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



A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: FINANCIAL LINKS INC #41392

OFFICIAL USE ONLY
FIRM I.D. NO.

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

2505 DIAMONDKITCH TRAIL
(No. and Street)
RALEIGH NC 27615
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Robert Rumbaugli 919 847 0371
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

WINSTON, WILLIAMS & CREECH
(Name - if individual, state last, first, middle name)
102 W. SPRING ST. OXFORD NC 27565
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

PROCESSED
APR 02 2002
THOMSON
FINANCIAL

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*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)

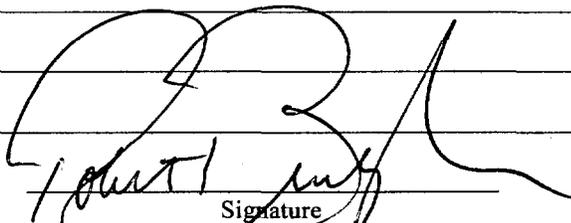
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AAJ
4/1/2002

OATH OR AFFIRMATION

I, Robert Brumbaugh, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of FINANCIAL LINKS, as of December 31, 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:

NONE


Signature
President
Title

Hayley Salter 07-06-05
Notary Public

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 Proprietors' 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 15c3-3 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).

CAD #41392

RECEIVED
FEB 19 2002

**FINANCIAL LINKS, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
DECEMBER 31, 2001 AND 2000**

**FINANCIAL LINKS, INC.
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DECEMBER 31, 2001**

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Winston, Williams & Creech, LLP

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Financial Links, Inc.
Raleigh, North Carolina

We have audited the accompanying statements of financial condition of Financial Links, Inc. (a Corporation) as of December 31, 2001 and 2000, and the related statements of income, changes in stockholder's equity, changes in subordinated borrowings, and cash flows for the years then ended that you are filing pursuant to rule 17 a-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 auditing standards generally accepted in the United States of America. 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 condition of Financial Links, Inc. at December 31, 2001 and 2000, and the results of their operations and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basis financial statements taken as a whole. The information contained on Page 12 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.

Winston, Williams & Creech, LLP
Winston, Williams & Creech, LLP
Certified Public Accountants

Oxford, North Carolina
January 28, 2002

FINANCIAL STATEMENTS

FINANCIAL LINKS, INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 3,006	\$ 15,501
Accounts Receivable	29,288	13,870
Prepaid Expenses	5,800	
Total Current Assets	<u>38,094</u>	<u>29,371</u>
OTHER ASSETS		
Organization Costs	5,897	5,897
Accumulated Amortization: Organization Costs	(2,689)	(2,424)
Deposits	25,383	27,220
Total Other Assets	<u>28,591</u>	<u>30,693</u>
TOTAL ASSETS	<u><u>\$ 66,685</u></u>	<u><u>\$ 60,064</u></u>
LIABILITIES AND STOCKHOLDER'S EQUITY		
CURRENT LIABILITIES		
Accounts Payable	\$ -	\$ 1,263
Total Current Liabilities	<u>-</u>	<u>1,263</u>
Total Liabilities	<u>-</u>	<u>1,263</u>
STOCKHOLDER'S EQUITY		
Common Stock, par value \$.01, 100,000 shares authorized and 40,000 shares issued and outstanding	400	400
Paid-In Capital	84,875	84,875
Retained Earnings	(18,590)	(26,474)
Total Stockholder's Equity	<u>66,685</u>	<u>58,801</u>
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	<u><u>\$ 66,685</u></u>	<u><u>\$ 60,064</u></u>

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

FINANCIAL LINKS, INC.
STATEMENT OF INCOME
For the Years Ended December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
REVENUE		
Commissions	\$ 157,031	\$ 247,322
Total Revenues	<u>157,031</u>	<u>247,322</u>
EXPENSES		
Amortization	265	264
Bank service charges	405	-
Office expense	3,467	3,220
Commissions and Management Fees	127,686	223,020
Dues and subscriptions	-	500
Insurance	1,150	150
Taxes and licenses	5,488	5,252
Meetings	250	-
Miscellaneous	-	592
Legal and accounting	10,300	6,000
Rent	-	7,476
Telephone	627	1,990
Travel	350	475
Total Expenses	<u>149,988</u>	<u>248,939</u>
OPERATING INCOME (LOSS)	7,043	(1,617)
OTHER INCOME (EXPENSE)		
Interest income	841	1,357
Total Other Income (Expense)	<u>841</u>	<u>1,357</u>
NET INCOME (LOSS)	<u>\$ 7,884</u>	<u>\$ (260)</u>

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

FINANCIAL LINKS, INC.
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
For the Years Ended December 31, 2001 and 2000

	Common Shares	Common Amount	Additional Paid-In Capital	Retained Earnings	Total Stockholder's Equity
Balance 1-1-00	40,000	\$ 400	\$ 84,875	\$ (26,214)	\$ 59,061
Net Income (Loss)				(260)	(260)
Purchase and Retirement of Common Shares					
Additional Paid-In Capital					
Balance 12-31-00	40,000	400	84,875	(26,474)	58,801
Net Income (Loss)				7,884	7,884
Balance 12-31-01	40,000	\$ 400	\$ 84,875	\$ (18,590)	\$ 66,685

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

FINANCIAL LINKS, INC.
STATEMENT OF CHANGES IN SUBORDINATED BORROWINGS
For the Years Ended December 31, 2001 and 2000

NONE

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

FINANCIAL LINKS, INC.
STATEMENT OF CASH FLOWS
For the Years Ended December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Cash Flows from Operating Activities:		
Net Income (Loss)	\$ 7,884	\$ (260)
Adjustment to Reconcile Net Income to Net Cash Provided By Operating Activities:		
Depreciation and Amortization	265	264
(Increase) Decrease in:		
Accounts Receivable	(15,418)	14,543
Prepaid Expenses	(5,800)	4,095
Deposit	1,837	(27,220)
Increase (Decrease) in:		
Accounts Payable	<u>(1,263)</u>	<u>(27,150)</u>
Net Cash Provided (Used) By Operating Activities	<u>(12,495)</u>	<u>(35,728)</u>
Net Increase (Decrease) in Cash	(12,495)	(35,728)
Cash - Beginning of Year	<u>15,501</u>	<u>51,229</u>
Cash - End of Year	<u>\$ 3,006</u>	<u>\$ 15,501</u>

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

NOTES TO THE FINANCIAL STATEMENTS

FINANCIAL LINKS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

The Company is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). The Company receives commissions for security and insurance transactions and provides capital formation services on a fee-for-service basis to entrepreneurial organizations in the golf course and golf related industry. The Company is a North Carolina corporation.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Statement of Cash Flows

For purposes of the statement of cash flows, the Company has defined cash equivalents as highly liquid investments, with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

NOTE B – NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform net Capital Rule (SEC rule 15c3-10, 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). At December 31, 2001, the Company had net capital of \$57,677. The Company net capital ratio was .000.

NOTE C – INCOME TAXES

The Company is a wholly owned subsidiary of Commonwealth Financial, LLC and files a consolidated income tax return with Commonwealth Financial, LLC. For the calendar year 2001, the Company had an operating loss carryforward that offset the current year’s income. Therefore, there is no income tax provision provided in these financial statements.

NOTE D – NET OPERATING LOSS CARRYFORWARDS

The Company has the following net operating loss carryforwards which may be used to offset future income taxes:

<u>Amount</u>	<u>Expires</u>
\$614	2017
\$260	2020

NOTE E – RELATED PARTY TRANSACTIONS

The Company paid management fees to the following companies under common ownership:

Commonwealth Financial, LLC	<u>\$38,000</u>
-----------------------------	-----------------

SUPPLEMENTARY SCHEDULES

FINANCIAL LINKS, INC.
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1 OF THE
SECURITIES AND EXCHANGE COMMISSION
As of December 31, 2001

<hr/> <hr/>	
Net Capital	
Total Stockholders' Equity	\$ 66,685
Deductions:	
Nonallowable Assets:	
Prepaid Expenses	(5,800)
Organization Costs	(3,208)
	(9,008)
Net Capital	57,677
Aggregate Indebtedness:	
Accounts Payable	-
Total Aggregate Indebtedness	-
Computation of Basic Net Capital Requirement	
Minimum net capital required	5,000
Excess Net Capital	52,677
Ratio: Aggregate Indebtedness to Net Capital	0.0000
Reconciliation with Company's Computation (included In Part II of Form X-17A-5 as of December 31, 2001)	
Net Capital as Reported in Company's Part II (Unaudited) FOCUS Report	57,677
Additions	
Deductions	
Net Capital Per Above	\$ 57,677

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REPORT ON INTERNAL CONTROL STRUCTURE REQUIRED BY SEC RULE 17a-5 FOR A BROKER-DEALER CLAIMING AN EXEMPTION FROM SEC RULE 15c3-3

Board of Directors
Financial Links, Inc.
Raleigh, North Carolina

In planning and performing our audit of the financial statements and supplemental schedules of Financial Links, Inc. (the Company), 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 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 examining, 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. 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 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.

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 and 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 the 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.

This report is intended solely for use of the Board of Directors, management, the SEC, and other regulatory agencies that 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.

Winston Williams & Creech, LLP
Winston, Williams & Creech, LLP
Certified Public Accountants

Oxford North Carolina
January 28, 2002