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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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SECTION

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

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

Bossio Financial Group, Inc.

OFFICIAL USE ONLY
FIRM ID. NO.

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

28004 Center Oaks Court, Suite 100

(No. and Street)

Wixom

MI

48393

(City)

(State)

(Zip Code)

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

Alan J. Bossio

248-449-9310

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Groen, Kluka & Company, P.C.

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

888 West Big Beaver Rd., Suite 790

Troy

MI

48084

(Address)

(City)

(State)

Zip Code)

CHECK ONE:

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

PROCESSED

MAR 20 2002

FOR OFFICIAL USE ONLY
THOMSON
FINANCIAL

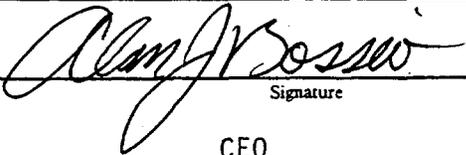
*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

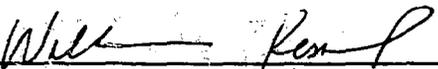
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OATH OR AFFIRMATION

I, Alan J. Bossio, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of BOSSIO FINANCIAL Group, INC., as of December 31, 192001, 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
CEO
Title


Notary Public
WILLIAM KESSEL
NOTARY PUBLIC OAKLAND CO., MI
MY COMMISSION EXPIRES Jan 21, 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).



Groen, Kluka & Company, P.C.
Certified Public Accountants and Management Consultants



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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Bossio Financial Group, Inc.

We have audited the accompanying balance sheet of Bossio Financial Group, Inc. as of December 31, 2001, and the related statements of operations, stockholders' equity, 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. 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 the significant estimates made by the 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 Bossio Financial Group, Inc. at December 31, 2001, and the results of its operations and its cash flow for the period then ended in conformity with generally accepted accounting principles.

Groen, Kluka & Company, P.C.

January 31, 2002

BOSSIO FINANCIAL GROUP, INC.

BALANCE SHEET

December 31, 2001

ASSETS

ASSETS

Cash	\$14,417
Furniture, fixtures and equipment, less depreciation (Notes A2 and B)	-
Advances to shareholder	3,000
Other receivables (Note E)	<u>15,950</u>
	<u>\$33,367</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

LIABILITIES

Accounts payable	\$ -
Accrued expenses	<u>-</u>

STOCKHOLDERS' EQUITY (Note D)

Common stock - authorized, 60,000 shares; issued and outstanding, 10,000 shares	40,388
Retained earnings	<u>(7,021)</u>
	<u>33,367</u>
	<u>\$33,367</u>

The accompanying notes are an integral part of this statement.

BOSSIO FINANCIAL GROUP, INC.

STATEMENT OF OPERATIONS

For The Year Ended December 31, 2001

Revenues	
Commissions and fees	\$ 68,131
Interest	<u>256</u>
	68,387
Expenses (Note F)	
Management fee	16,700
Occupancy and equipment	35,750
Interest.....	-
Professional and outside services	30,360
Advertising and business promotion	850
Office supplies and expenses	2,200
Other operating expenses	4,675
Commissions and brokerage	<u>-</u>
	90,535
Net loss (Note C)	<u><u>\$ (22,148)</u></u>

The accompanying notes are an integral part of this statement.

BOSSIO FINANCIAL GROUP, INC.

STATEMENT OF STOCKHOLDERS' EQUITY

For The Year Ended December 31, 2001

	<u>Common Stock</u>	<u>Retained Earnings</u>
Balance at January 1, 2001	\$40,388	\$ 31,627
Capital contribution	-	-
Shareholder distributions	-	(16,500)
Net loss for year	<u>-</u>	<u>(22,148)</u>
Balance at December 31, 2001	<u>\$40,388</u>	<u>\$ (7,021)</u>

The accompanying notes are an integral part of this statement.

BOSSIO FINANCIAL GROUP, INC.

STATEMENT OF CASH FLOWS

For The Year Ended December 31, 2001

Cash flows from operating activities		
Net loss		\$(22,148)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	\$ -	
Decrease in deposits and other	-	
Decrease in accounts payable	-	
Increase in accrued liabilities	-	
Increase in accounts receivable	-	-
Net cash used by operating activities		(22,148)
Cash flows provided by investing activities		
Purchase of equipment.....	-	
Decrease in deposits with clearing organization	-	
Decrease in securities owned	-	-
Cash flows provided by financing activities		
Capital contribution	-	
Distributions to shareholders	(16,500)	
Decrease in other receivables	20,000	
Advances to shareholder	(3,000)	500
Increase in cash		(21,648)
Cash at beginning of year		<u>36,065</u>
Cash at December 31, 2001		<u>\$ 14,417</u>

The accompanying notes are an integral part of this statement.

BOSSIO FINANCIAL GROUP, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2001

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied, in the preparation of the accompanying financial statements follows:

1. General

Bossio Financial Group, Inc. (the Company) was incorporated in Michigan and has membership in the National Association of Securities Dealers, Inc. Pursuant to orders issued by the Securities Exchange Commission, the Company conducts a general securities business as a securities broker/dealer and as a registered investment advisor and must meet the requirements of the 1934 Securities Act and the 1940 Investment Advisors Act.

The client base of the Company is retail and institutional accounts located primarily in southeast Michigan. The Company introduces all of its customers' accounts to New York Stock Exchange, Inc. member firms on a fully disclosed basis. As such, the Company does not carry customer funds or customer securities and is exempt from certain provisions of SEC Rule 15c3-3.

2. Furniture, Fixtures and Equipment

Furniture, fixtures and equipment are stated at cost less accumulated depreciation. Maintenance and repairs are charged to operations as incurred. Depreciation and amortization is charged to operations over the useful lives of the assets, five years, using accelerated depreciation methods.

3. Use of Estimates

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

BOSSIO FINANCIAL GROUP, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2001

NOTE B - FURNITURE, FIXTURES AND EQUIPMENT

Furniture, fixtures and equipment consist of the following at December 31, 2001:

Office Equipment	\$ -
Less: Accumulated Depreciation	<u>-</u>
	<u>\$ -</u>

NOTE C - INCOME TAXES

Pursuant to an election under Subchapter S of the Internal Revenue Code, the stockholders' have elected to be taxed personally for income tax purposes and not as a corporation.

NOTE D - NET CAPITAL REQUIREMENTS

The Company is subject to Securities and Exchange Commission Uniform Net Capital 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. At December 31, 2001, the Company had net capital of \$14,417, which was \$9,417 in excess of its required net capital of \$5,000. The Company's ratio of aggregate indebtedness to net capital was .0 to 1.

NOTE E - OTHER RECEIVABLES

Other receivables are comprised of advances to Milano Industries, Inc., a company related via common stock ownership.

NOTE F - RELATED PARTY TRANSACTIONS

The company's management and administration is provided by A.J. Bossio & Co., P.C., a company related via common ownership. Management fees and overhead expenses paid for the year ended December 31, 2001 was \$75,210.

SUPPLEMENTAL INFORMATION



Groen, Kluka & Company, P.C.
Certified Public Accountants and Management Consultants



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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
ON SUPPLEMENTAL INFORMATION

Board of Directors
Bossio Financial Group, Inc.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole of Bossio Financial Group, Inc. for the year ended December 31, 2001, which are presented in the preceding section of this report. The supplemental information presented hereinafter is for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the audit 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.

Groen, Kluka & Company, P.C.

January 31, 2002

BOSSIO FINANCIAL GROUP, INC.

SCHEDULE OF COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1
OF THE SECURITIES AND EXCHANGE COMMISSION

December 31, 2001

NET CAPITAL

Total stockholders' equity (qualifying).....		\$ 33,367
Non-allowable assets		
Furniture, fixtures and equipment.....	\$ -	
Deposits and receivables.....	18,950	
Haircuts on securities-stocks and mutual funds	-	
Undue concentrations	<u>-</u>	<u>18,950</u>
Net capital		14,417
Net capital requirement		<u>5,000</u>
Excess net capital		<u>\$ 9,417</u>

AGGREGATE INDEBTEDNESS

Total liabilities and aggregate indebtedness ...		\$ <u>-</u>
Net capital per above		<u>\$ 14,417</u>
Ratio of aggregate indebtedness to net capital ...		<u>.0 to 1</u>

RECONCILIATION WITH COMPANY'S COMPUTATION

Net capital, as reported in Company's Part II		
Focus report		\$ 14,417
Net audit adjustments		<u>-</u>
Net capital per above		<u>\$ 14,417</u>

There are no material differences between net capital as reported in the Company's Part II Focus Report and the computation of net capital above.

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BOSSIO FINANCIAL GROUP, INC.

FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

December 31, 2001