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

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

SEC FILE NUMBER  
8- 52606

MAR 28 2002

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:

M.V.P. Financial LLC

OFFICIAL USE ONLY  
FIRM ID. NO.

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

225 Windmill Lane

(No. and Street)

Southampton

New York

11969

(City)

(State)

(Zip Code)

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

Fredric Obsbaum

212-509-7800

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

Michael J. Mirras

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

360 Montauk Highway

Wainscott

New York

11975

(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 23 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 240.174-5(e)(2).

SEC 1410 (3-91)

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Handwritten signature/initials

## OATH OR AFFIRMATION

I, Brian Villante, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of M.V.P. Financial LLC, 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:

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

  
Signature

Managing Member

Title

  
Notary Public

CARL GOODMAN  
Notary Public, State of New York  
No. 01G09821038  
Qualified in Rockland County  
Commission Expires March 30, 2006

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

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Cash Flows.
- (e) Statement of Changes in Members' 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.
- (o) Independent auditor's report on internal accounting control
- (p) Schedule of segregation requirements and funds in segregation - customers' regulated commodity futures account pursuant to Rule 171-5.

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

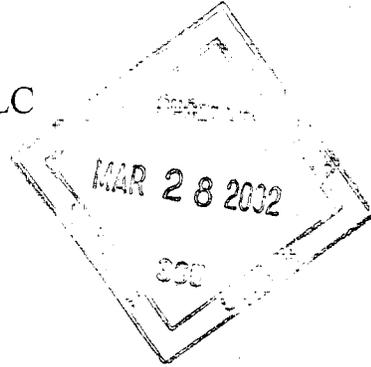


M.V.P. FINANCIAL, LLC

FINANCIAL STATEMENTS AND  
SUPPLEMENTARY SCHEDULES  
PURSUANT TO RULE 17a-5 UNDER THE  
SECURITIES AND EXCHANGE ACT OF 1934  
AS OF DECEMBER 31, 2001 AND FOR THE YEAR THEN ENDED

MICHAEL J. MIRRAS, CPA

M.V.P. FINANCIAL LLC  
TABLE OF CONTENTS  
DECEMBER 31, 2001



	PAGE
ACCOUNTANTS' AUDIT REPORT	3
STATEMENT OF FINANCIAL CONDITION	4
STATEMENT OF REVENUES & EXPENSES	5
STATEMENT OF CHANGES IN MEMBERS CAPITAL	6
STATEMENT OF CASH FLOWS	7
STATEMENT OF THE COMPUTATION OF THE MINIMUM CAPITAL REQUIREMENT	8-9
NOTES TO THE FINANCIAL STATEMENTS	10

**MICHAEL J. MIRRAS**

Certified Public Accountant  
P.O. Box 504 - 360 Montauk Hwy.  
Wainscott, NY 11975  
Phone (631) 725-7798 Fax (631) 725-8262



To the Members of  
M.V.P. Financial, LLC:

In our opinion, the accompanying statement of financial condition and the related statements of revenue and expenses, changes in members capital, and cash flows present fairly, in all material respects, the financial position of M.V.P. Financial, LLC as of December 31, 2001, and the results of its operations and its cash flow for the year then ended in conformity with accounting principles generally accepted in the United States of America. 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 of these statements in accordance with auditing standards generally accepted in the United States of America which 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 management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 and II is presented by management for the 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.

February 25, 2002

M.V.P. Financial, LLC  
Statement of Financial Condition  
For the year ended December 31, 2001

Assets

Due from Broker	20,929
Marketable Securities at market value	636,157
Due from affiliates	20,667
Prepaid Expense	2,654
Deposits	2,000
Equipment (net of accumulated depreciation)	<u>8,760</u>

Total Assets \$ 691,167

Liabilities and Members Capital

Liabilities

Accounts Payable	\$ 7,137
Loan Payable	<u>268,500</u>

Total Liabilities \$ 275,637

Members Capital

Members Capital	<u>415,530</u>
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Total Liabilities and Members Capital \$ 691,167

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

M.V.P. Financial, LLC  
Statement of Revenues and Expenses  
For the Year Ended December 31, 2001

Commission Revenues		\$ 65,9
Costs and Expenses		
Depreciation	3,844	
Education and Seminars	2,423	
Entertainment	864	
Insurance	7,999	
Interest	1,662	
Licenses and Fees	7,577	
Market Data	13,592	
Office	9,378	
Other Expenses	3,648	
Professional Fees	40,682	
Rent	53,251	
Salaries and related expenses	116,382	
Telephone	9,030	
Travel	616	
Utilities	<u>971</u>	
Total Costs and Expenses		<u>271,919</u>
Net Loss for the Period		\$ <u>(206,011)</u>

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

M.V.P. Financial, LLC  
Statement of changes in Members Capital  
For the Year ended  
December 31, 2001

Balance as of January 1, 2001	\$ 621,541
Net Loss	<u>(206,011)</u>
Balance as of December 31, 2001	<u>\$ 415,530</u>

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

M.V.P. Financial, LLC  
Statement of Cash Flows  
For the Year ended  
December 31, 2001

Cash flows from operating activities:

Net Loss	\$ (206,011)
Adjustments to reconcile net income to net cash Used in operating activities:	
Depreciation	3,844
(Increase) decrease in operating assets:	
Due from clearing broker	(20,929)
Due from affiliate	(20,667)
Other assets	<u>(4,654)</u>
Cash used in Operating Activities	248,417
(Decrease) increase in operating liabilities:	
Accounts Payable and other liabilities	275,637
Due to members	<u>(14,616)</u>
Net cash used in operating activities	<u>12,604</u>
Cash flows from financing activities:	
Leasehold improvements, furniture and equipment	<u>(12,604)</u>
Net decrease in cash	0
Cash at beginning of year	<u>0</u>
Cash at end of year	<u>0</u>

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

M.V.P. Financial, LLC  
Computation of Net Capital and A.I.  
Of the Securities and Exchange Commission  
As of December 31, 2001

Schedule I

	Net Capital Computation
Members Capital	\$ 415,530
Deductions and/or charges:	
Nonallowable assets	
Leasehold improvements, furniture and equipment	8,760
Due from an affiliate	20,667
Deposits	2,000
Other assets	2,654
Haircuts on money funds	<u>24,384</u>
Net Capital	<u>357,065</u>
Minimum Capital Requirement	<u>34,454</u>
Excess net capital	<u>\$ 322,611</u>

Statement Pursuant to Paragraph (d)(4) of Rule 17a-5

There are no material differences between this computation of net capital and the corresponding computation prepared by the Company and included in its unaudited December 31, 2001 FOCUS report.

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

Computation for Determination of Reserve  
Requirement and Information Relating to  
Possession or Control Requirements  
Under Rule 15c3-3 of the  
Securities and Exchange Commission  
As of December 31, 2001

Schedule II

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The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 in that the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraphs k(2)(ii) of that rule.

The Accompanying notes are an integral part of these Financial Statements

M.V.P. Financial, LLC  
Notes to Financial Statement  
December 31, 2001

1. Organization and Business

M.V.P. Financial, LLC (the "Company") is a broker-dealer in securities registered with the Securities and Exchange Commission (the "SEC") and a member of the National Association of Securities Dealers, Inc.

All domestic securities transactions are cleared through a clearing broker on a fully-disclosed basis and, accordingly, the Company does not carry securities or futures accounts for these customers or perform custodian functions relating to the securities.

2. Summary of Significant Accounting Policies

**Basis of presentation**

These financial statements were prepared in conformity with accounting principles generally accepted in the United States of America which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the reported period. Actual results could differ from these estimates.

**Revenue recognition**

All commission revenues and expenses are recorded on a trade date basis.

**Fixed Assets**

Furniture and equipment is depreciated on a straight-line basis and is calculated using the appropriate useful life.

**Fair value of financial instruments**

At December 31, 2001, substantially all of the Company's financial instruments are carried at fair value or amounts approximating fair value.

3. Taxes

M.V.P. Financial, LLC is treated as a limited partnership for tax purposes.

4. Net Capital Requirement

The Company, as a registered broker/dealer in securities, is subject to the Uniform Net Capital Rule (Rule 15c3-1) of the SEC, 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. December 31, 2001, the Company had net capital of \$ 357,065, which was \$322,611 in excess of its required net capital of \$34,454. At December 31, 2001, the Company's ratio of aggregate indebtedness to net capital was .77 to 1.