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

SEC FILE NUMBER
8- 45673

**FACING PAGE
Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

FEB 28 2002

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:

Newbury Street Capital, Limited Partnership

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

38 Newbury Street

OFFICIAL USE ONLY
FIRM ID. NO.

(No. and Street)

Boston

MA

02116

(City)

(State)

(Zip Code)

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

Robert Katz

617-536-0333

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Moody, Famiglietti, Andronico, LLP

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

793 Turnpike Street

No. Andover

MA

01845

(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 28 2002

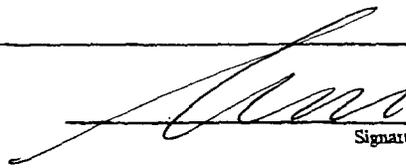
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THOMSON
FINANCIAL

*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).

Handwritten initials and scribbles

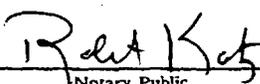
OATH OR AFFIRMATION

I, Samuel E. Bain, Jr., swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Newbury Street Capital, Limited Partnership, 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

President, Newbury Street Capital, LP
Title

as General Partner


Notary Public
Expires 2/28/08
Middlesex County
State of MA

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).

NEWBURY STREET CAPITAL LIMITED PARTNERSHIP

FINANCIAL STATEMENTS

DECEMBER 31, 2001 AND 2000

These financial statements and schedules should be deemed
~~confidential~~ pursuant to the Securities and Exchange Commission
Rule 17a-5, subparagraph (e)(3).

FEB 28 2002



Moody, Famiglietti & Andronico, LLP
Certified Public Accountants and Consultants

To the Partners
Newbury Street Capital Limited Partnership
38 Newbury Street
Boston, Massachusetts 02116

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statements of financial condition of Newbury Street Capital Limited Partnership as of December 31, 2001 and 2000, and the related statements of income, changes in partners' capital and cash flows for the years then ended. These financial statements are the responsibility of the Partnership's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audits 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 audits provide 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 Newbury Street Capital Limited Partnership as of December 31, 2001 and 2000, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of computation of net capital under Rule 15c3-1 of the Securities and Exchange Commission 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 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the audits 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.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti & Andronico, LLP
January 23, 2002, except for Note 4, as to
which the date is February 8, 2002

Statements of Financial Condition

Newbury Street Capital Limited Partnership

December 31	2001	2000
Assets		
Current Assets:		
Cash and Equivalents	\$ 634,053	\$ 983,139
Commissions Receivable	77,489	99,281
Prepaid Expenses and Other Current Assets	13,380	12,970
Total Assets	<u>\$ 724,922</u>	<u>\$ 1,095,390</u>
Liabilities and Partners' Capital		
Liabilities:		
Due to Affiliated Entity (Note 3)	\$ 20,746	\$ 37,474
Partners' Capital	<u>704,176</u>	<u>1,057,916</u>
Total Liabilities and Partners' Capital	<u>\$ 724,922</u>	<u>\$ 1,095,390</u>

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

Statements of Income

Newbury Street Capital Limited Partnership

For the Years Ended December 31	2001	2000
Revenues:		
Commissions (Note 3)	\$ 904,239	\$ 919,587
Net Gain on Investments	321,890	-
Interest	311,150	350,928
Total Revenues	1,537,279	1,270,515
Expenses:		
Commissions and Clearing	422,059	380,718
Management Fees (Note 3)	66,000	66,000
Broker Dealer and Agent Fees	8,700	8,282
Professional Fees	8,696	9,051
Quote Service	5,414	3,200
Insurance - Bonding	3,100	1,095
Training	3,000	3,198
Miscellaneous	2,419	2,850
Computer Expense	2,000	-
Net Loss on Investments	-	5,430
Total Expenses	521,388	479,824
Net Income	\$ 1,015,891	\$ 790,691

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

Statements of Changes in Partners' Capital

Newbury Street Capital Limited Partnership

<u>For the Years Ended December 31</u>	<u>2001</u>	<u>2000</u>
Partners' Capital, Beginning	\$ 1,057,916	\$ 267,225
Net Income	1,015,891	790,691
Distributions to Partners	<u>(1,369,631)</u>	-
Partners' Capital, Ending	<u>\$ 704,176</u>	<u>\$ 1,057,916</u>

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

Statements of Cash Flows

Newbury Street Capital Limited Partnership

For the Years Ended December 31	2001	2000
Cash Flows from Operating Activities:		
Net Income	\$ 1,015,891	\$ 790,691
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Decrease (Increase) in Commissions Receivable	21,791	(32,906)
Increase in Prepaid Expenses and Other Current Assets	(410)	(6,551)
(Decrease) Increase in Due to Affiliated Entity	(16,727)	37,474
<u>Net Cash Provided by Operating Activities</u>	<u>1,020,545</u>	<u>788,708</u>
Cash Flows From Financing Activities:		
Distributions to Partners	(1,369,631)	-
Net (Decrease) Increase in Cash and Equivalents	<u>(349,086)</u>	<u>788,708</u>
Cash and Equivalents, Beginning	<u>983,139</u>	<u>194,431</u>
Cash and Equivalents, Ending	<u>\$ 634,053</u>	<u>\$ 983,139</u>

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

1. Significant Accounting Policies:

Reporting Entity: Newbury Street Capital Limited Partnership (the Partnership) was formed on March 16, 1993, as a Massachusetts limited partnership and is registered under the Securities Exchange Act of 1934 as a broker/dealer providing securities brokerage, placement and underwriting services. The Partnership utilizes a clearing/carrying broker to execute brokerage transactions and to perform custodial functions relating to customer securities.

Revenue Recognition: The Partnership recognizes revenues and expenses relating to commissions on a trade date basis.

The Partnership shares in interest earned by the clearing broker on debit and credit balances of the Partnership's clients' accounts carried by the clearing broker. Interest income is accrued as earned.

Cash and Equivalents: The Partnership maintains cash in bank deposit accounts which, at times, may exceed federally insured limits. The Partnership has a cash management program which provides for investment of excess cash balances primarily in money market funds. The Partnership considers such highly liquid investments with maturities of three months or less when invested to be cash equivalents.

Investments: Investments in marketable securities are valued at market value based on quoted market prices for such securities. Non-marketable securities are also valued at market value as determined based on management's estimates. Gains and losses arising from all securities transactions are recorded on a trade date basis.

Income Taxes: No provision for federal or state income taxes is presented in these financial statements as Newbury Street Capital Limited Partnership is a partnership and, accordingly, the Partnership's taxable income is allocated to its partners for income tax reporting purposes.

Uses of Estimates: Management has used estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities in its preparation of the financial statements in accordance with accounting principles generally accepted in the United States. Actual results experienced by the Partnership may differ from those estimates.

Reclassification: Certain amounts in the December 31, 2000 financial statements have been reclassified to conform to the December 31, 2001 financial statement presentation.

2. Net Capital:

The Partnership is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital of not less than the greater of 6 2/3% of aggregate indebtedness or \$5,000. As of December 31, 2001 and 2000, the Partnership's net capital amounted to \$685,796 and \$1,039,946, respectively.

Rule 15c3-1 also requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. The Partnership's aggregate indebtedness to net capital ratio amounted to .03 to 1 and .04 to 1, as of December 31, 2001 and 2000, respectively.

The Partnership is required by its clearing broker to maintain net capital of not less than \$150,000.

3. Related Party Transactions:

The Partnership acts as a broker in security transactions for an affiliated entity. All commission revenues are derived from transactions initiated by the affiliated entity.

Due to affiliated entity represents an unsecured, non-interest bearing balance due to an affiliated entity for management fees and cash payments made by the affiliated entity on behalf of the Partnership. As of December 31, 2001 and 2000, amounts due to the affiliated entity amounted to \$20,746 and \$37,474, respectively.

The affiliated entity provides certain administrative and management services to the Partnership. Management fees incurred by the Partnership with the affiliated entity for these services amounted to \$66,000, during each of the years ended December 31, 2001 and 2000.

4. Subsequent Event:

On February 8, 2002, the Partnership made distributions to its partners in the amount of \$334,122.

Schedule of Computation of Net Capital Under
Rule 15c3-1 of the Securities and Exchange Commission

Newbury Street Capital Limited Partnership

<u>For the Year Ended December 31</u>	<u>2001</u>
Aggregate Indebtedness	<u>\$ 20,746</u>
Partners' Capital	<u>\$ 704,176</u>
Deductions for Nonallowable Assets:	
Prepaid Expenses	<u>(13,380)</u>
Other Deductions:	
Excess Deductible - Fidelity Bond	<u>(5,000)</u>
Net Capital	685,796
Minimum Net Capital Requirement to be Maintained	<u>5,000</u>
Net Capital in Excess of Requirements	<u>\$ 680,796</u>
Ratio of Aggregate Indebtedness to Net Capital	<u>.03 to 1</u>

No material differences exist between the above computation of net capital and the unaudited filing of Part IIA of the FOCUS report. Accordingly, no reconciliation of audited computation of net capital under Rule 15c3-1 to unaudited FOCUS report Part IIA has been presented.



Moody, Famiglietti & Andronico, LLP
Certified Public Accountants and Consultants

To the Partners
Newbury Street Capital Limited Partnership
38 Newbury Street
Boston, Massachusetts 02116

**Independent Auditors' Report on Internal Control Structure Required by
SEC Rule 17a - 5**

In planning and performing our audits of the financial statements and supplemental schedules of Newbury Street Capital Limited Partnership for the years ended December 31, 2001 and 2000, we considered its internal control, including control activities 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 internal control.

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 Partnership 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 Partnership 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 Partnership in any of the following:

1. Making quarterly securities examinations, counts, verification, 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 Partnership is responsible for establishing and maintaining internal control 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 controls 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 internal control and the practices and procedures are to provide management with reasonable but not absolute assurance that assets for which the Partnership 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 accounting principles generally accepted in the United States. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control or the practices and procedures referred to above, errors or fraud 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.



To the Partners
Newbury Street Capital Limited Partnership
Page two

Our consideration of internal control would not necessarily disclose all matters in internal control 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 components does not reduce to a relatively low level the risk that errors or fraud 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 internal control, including control activities 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 Partnership's practices and procedures were adequate at December 31, 2001 and 2000, to meet the SEC's objectives.

This report is intended solely for the information and use of 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 is not intended to be and should not be used by anyone other than these specified parties.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti & Andronico, LLP
January 23, 2002