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STATES
CHANGE COMMISSION
Washington, D.C. 20549

VF 7-9-02

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**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 04/01/01 AND ENDING 03/31/02
MM/DD/YY MM/DD/YY

SEC FILE NUMBER
8-3447
JUN 27 2002
SEC MAIL
PROCESSED
WASH. D.C.

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: DA Swanson & Co., Inc.
Swanson Securities, Inc.
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
1020 W. Main St., Suite 460

OFFICIAL USE ONLY
FIRM I.D. NO.

Boise (No. and Street)
Idaho 83702
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Balukoff, Lindstrom & Co., PA
(Name - if individual, state last, first, middle name)
877 W. Main St., Ste 805 Boise Idaho 83702
(Address) (City) (State) (Zip Code)

CHECK ONE:
 Certified Public Accountant
 Public Accountant
 Accountant not resident in United States or any of its possessions.

PROCESSED
JUL 25 2002

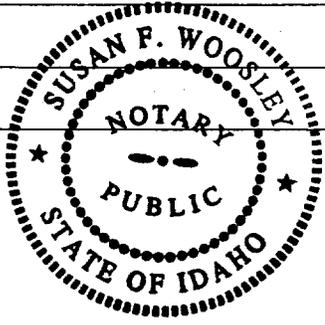
FOR OFFICIAL USE ONLY
THOMSON
FINANCIAL

*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)

[Handwritten signature]

OATH OR AFFIRMATION

I, Steve C. Swanson, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Swanson & Co., Inc., as of March 31, 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

President

Title

[Signature]

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).



BALUKOFF LINDSTROM & Co., P.A.

Certified Public Accountants

877 West Main Street, Suite 805
Boise, Idaho 83702
(208) 344-7150
FAX: (208) 344-7435
www.blco.com

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Swanson & Co., Inc.
Boise, Idaho

We have audited the accompanying statement of financial condition for nonclearing and certain other brokers or dealers of Swanson & Co., Inc. as of March 31, 2002, and the related statements of income and changes in ownership equity, and changes in liabilities subordinated to claims of general creditors (included in the Focus Report, Form X017A-5, Part IIA, for the period from April 1, 2001 through March 31, 2002) 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 U.S. 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 Swanson & Co. Inc. as of March 31, 2002 and the results of its operations for the year then ended in conformity with U.S. 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 the computation of net capital, basic net capital requirement, aggregate indebtedness and the exemptive provision under Rule 15c3-3, 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 taken as a whole.

Balukoff, Lindstrom & Co., P.A.

June 21, 2002

FORM X-17A-5	<h1 style="margin: 0;">FOCUS REPORT</h1> <p style="margin: 0;">(Financial and Operational Combined Uniform Single Report)</p> <h2 style="margin: 0;">Part IIA 5th FOCUS</h2> <p style="margin: 0; font-size: small;">INFORMATION REQUIRED OF BROKERS AND DEALERS PURSUANT TO RULE 17</p>
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COVER

Select a filing method:

Basic Alternate [0011]

Name of Broker Dealer:	SWANSON & CO., INC.	
	[0013]	SEC File Number: 8- 23447
Address of Principal Place of Business:	1020 MAIN STREET	
	[0020]	[0014]
	BOISE ID 83702	Firm ID: 7860
	[0021] [0022] [0023]	[0015]

For Period Beginning 04/01/2001 And Ending 03/31/2002
[0024] [0025]

Name and telephone number of person to contact in regard to this report:

Name: STEVE C. SWANSON, PRESIDENT Phone: 208-336-3636
[0030] [0031]

Name(s) of subsidiaries or affiliates consolidated in this report:

Name: _____ Phone: _____
[0032] [0033]

Name: _____ Phone: _____
[0034] [0035]

Name: _____ Phone: _____
[0036] [0037]

Name: _____ Phone: _____
[0038] [0039]

Does respondent carry its own customer accounts? Yes [0040] No [0041]Check here if respondent is filing an audited report [0042]

ASSETS

Consolidated	[0198]	Unconsolidated	[0199]	Allowable	Non-Allowable	Total
1.	Cash			10,319		10,319
				[0200]		[0750]
2.	Receivables from brokers or dealers:					
	A. Clearance account			[0295]		
	B. Other			[0300]	[0550]	[0810]
3.	Receivables from non- customers			[0355]	6,574 [0600]	6,574 [0830]
4.	Securities and spot commodities owned, at market value:					
	A. Exempted securities			[0418]		
	B. Debt securities			[0419]		
	C. Options			[0420]		
	D. Other securities			[0424]		
	E. Spot commodities			[0430]		0 [0850]
5.	Securities and/or other investments not readily marketable:					
	A. At cost					
				[0130]		
	B. At estimated fair value			[0440]	[0610]	0 [0860]
6.	Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:			[0460]	[0630]	0 [0880]
	A. Exempted securities					
				[0150]		
	B. Other securities					
				[0160]		
7.	Secured demand notes market value of collateral:			[0470]	[0640]	0 [0890]
	A. Exempted securities					
				[0170]		
	B. Other securities					

LIABILITIES AND OWNERSHIP EQUITY

	Liabilities	A.I. Liabilities	Non-A.I. Liabilities	Total
13.	Bank loans payable	[1045]	[1255]	0 [1470]
14.	Payable to brokers or dealers:			
	A. Clearance account	[1114]	[1315]	0 [1560]
	B. Other	[1115]	[1305]	0 [1540]
15.	Payable to non-customers	[1155]	[1355]	0 [1610]
16.	Securities sold not yet purchased, at market value		[1360]	0 [1620]
17.	Accounts payable, accrued liabilities, expenses and other	30 [1205]	[1385]	30 [1685]
18.	Notes and mortgages payable:			
	A. Unsecured	[1210]		0 [1690]
	B. Secured	[1211]	[1390]	0 [1700]
19.	Liabilities subordinated to claims of general creditors:			
	A. Cash borrowings:			0
	1. from outsiders		[1400]	[1710]
	2. Includes equity subordination (15c3-1(d)) of	[0970]		
	B. Securities borrowings, at market value: from outsiders	[0980]	[1410]	0 [1720]
	C. Pursuant to secured demand note collateral agreements:			0
	1. from outsiders		[1420]	[1730]
	2. Includes equity subordination	[1000]		

(15c3-1(d)) of

	[1010]		
D.	Exchange memberships contributed for use of company, at market value	[1430]	[1740]
E.	Accounts and other borrowings not qualified for net capital purposes	[1220]	[1750]
20.	TOTAL LIABILITIES	[1230]	[1760]

Ownership Equity

		Total
21.	Sole proprietorship	[1770]
22.	Partnership (limited partners [1020])	[1780]
23.	Corporations:	
A.	Preferred stock	[1791]
B.	Common stock 5,000 shares authorized; 1,000 shares issued and outstanding; \$1 par value	1,000
C.	Additional paid-in capital	[1792]
D.	Retained earnings	1,000
E.	Total	[1793]
F.	Less capital stock in treasury	15,760
24.	TOTAL OWNERSHIP EQUITY	[1794]
25.	TOTAL LIABILITIES AND OWNERSHIP EQUITY	17,760
		[1800]
		17,790
		[1810]

STATEMENT OF INCOME (LOSS)Period Beginning 04/01/2001
[3932]Period Ending 03/31/2002
[3933]Number of months _____ 12
[3931]**REVENUE**

1.	Commissions:		
	a.	Commissions on transactions in exchange listed equity securities executed on an exchange	<u>[3935]</u>
	b.	Commissions on listed option transactions	<u>[3938]</u>
	c.	All other securities commissions	<u>[3939]</u>
	d.	Total securities commissions	<u>0</u> [3940]
2.	Gains or losses on firm securities trading accounts		
	a.	From market making in options on a national securities exchange	<u>[3945]</u>
	b.	From all other trading	<u>[3949]</u>
	c.	Total gain (loss)	<u>0</u> [3950]
3.	Gains or losses on firm securities investment accounts		<u>[3952]</u>
4.	Profit (loss) from underwriting and selling groups		<u>[3955]</u>
5.	Revenue from sale of investment company shares		<u>[3970]</u>
6.	Commodities revenue		<u>[3990]</u>
7.	Fees for account supervision, investment advisory and administrative services		<u>9,000</u> [3975]
8.	Other revenue		<u>317</u> [3995]
9.	Total revenue		<u>9,317</u> [4030]

EXPENSES

10.	Salaries and other employment costs for general partners and voting stockholder officers		<u>[4120]</u>
11.	Other employee compensation and benefits		<u>[4115]</u>
12.	Commissions paid to other broker-dealers		<u>[4140]</u>
13.	Interest expense		<u>2,301</u> [4075]
	a.	Includes interest on accounts subject to subordination agreements	<u>2,301</u> [4070]
14.	Regulatory fees and expenses		<u>1,156</u> [4195]
15.	Other expenses		<u>1,530</u> [4100]
16.	Total expenses		<u>4,987</u> [4200]

NET INCOME

17.	Net Income(loss) before Federal Income taxes and items below (Item 9 less Item 16)		<u>4,330</u> [4210]
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EXEMPTIVE PROVISIONS

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based

- A. (k) (1)--Limited business (mutual funds and/or variable annuities only) [4550]
- B. (k) (2)(i)--"Special Account for the Exclusive Benefit of customers" maintained [4560]
- C. (k) (2)(ii)--All customer transactions cleared through another broker-dealer on a fully disclosed basis. Name of clearing firm(s) [4570]

Clearing Firm SEC#s	Name	Product Code
8- _____ [4335A]	_____ [4335A2]	_____ [4335B]
8- _____ [4335C]	_____ [4335C2]	_____ [4335D]
8- _____ [4335E]	_____ [4335E2]	_____ [4335F]
8- _____ [4335G]	_____ [4335G2]	_____ [4335H]
8- _____ [4335I]	_____ [4335I2]	_____ [4335J]

- D. (k) (3)--Exempted by order of the Commission [4580]

COMPUTATION OF NET CAPITAL

1.	Total ownership equity from Statement of Financial Condition		17,760
			[3480]
2.	Deduct ownership equity not allowable for Net Capital		[3490]
3.	Total ownership equity qualified for Net Capital		17,760
			[3500]
4.	Add:		
A.	Liabilities subordinated to claims of general creditors allowable in computation of net capital		0
			[3520]
B.	Other (deductions) or allowable credits (List)		
		[3525A]	[3525B]
		[3525C]	[3525D]
		[3525E]	[3525F]
			0
			[3525]
5.	Total capital and allowable subordinated liabilities		17,760
			[3530]
6.	Deductions and/or charges:		
A.	Total nonallowable assets from Statement of Financial Condition (Notes B and C)	7,470	
		[3540]	
B.	Secured demand note deficiency		[3590]
C.	Commodity futures contracts and spot commodities - proprietary capital charges		[3600]
D.	Other deductions and/or charges		-7,470
		[3610]	[3620]
7.	Other additions and/or credits (List)		
		[3630A]	[3630B]
		[3630C]	[3630D]
		[3630E]	[3630F]
			0
			[3630]
8.	Net capital before haircuts on securities positions		10,290
			[3640]
9.	Haircuts on securities (computed, where applicable, pursuant to 15c3-1(f)):		
A.	Contractual securities commitments		[3660]
B.	Subordinated securities borrowings		[3670]
C.	Trading and investment securities:		
1.	Exempted securities		[3735]
2.	Debt securities		[3733]
3.	Options		[3730]
4.	Other securities		[3734]
D.	Undue Concentration		[3650]

E. Other (List)

	_____	_____	
	[3736A]	[3736B]	
	_____	_____	
	[3736C]	[3736D]	
	_____	_____	
	[3736E]	[3736F]	
		0	0
		[3736]	[3740]
10. Net Capital			10,290
			[3750]

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Part A

11. Minimum net capital required (6-2/3% of line 19)	_____	2
	[3756]	[3756]
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with <u>Note(A)</u>	_____	5,000
	[3758]	[3758]
13. Net capital requirement (greater of line 11 or 12)	_____	5,000
	[3760]	[3760]
14. Excess net capital (line 10 less 13)	_____	5,290
	[3770]	[3770]
15. Excess net capital at 1000% (line 10 less 10% of line 19)	_____	10,287
	[3780]	[3780]

COMPUTATION OF AGGREGATE INDEBTEDNESS

16. Total A.I. liabilities from Statement of Financial Condition	_____	30
	[3790]	[3790]
17. Add:		
A. Drafts for immediate credit	_____	
	[3800]	
B. Market value of securities borrowed for which no equivalent value is paid or credited	_____	
	[3810]	
C. Other unrecorded amounts(List)		
_____	_____	
	[3820A]	[3820B]
_____	_____	
	[3820C]	[3820D]
_____	_____	
	[3820E]	[3820F]
		0
	[3820]	[3830]
19. Total aggregate indebtedness		30
		[3840]
20. Percentage of aggregate indebtedness to net capital (line 19 / line 10)	%	0
		[3850]

OTHER RATIOS

21. Percentage of debt to debt-equity total computed in accordance with	%	0
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Rule 15c3-1(d)

[3860]

Swanson & Co., Inc. is not the custodian of customer's funds or securities.

There were no material differences between net capital included in the Company's Focus Report on Form X-17A-5, Part IIA for the period January 1, 2002 through March 31, 2002, and the computation of net capital as reported above.

SCHEDULED WITHDRAWALS

Ownership Equity and Subordinated Liabilities maturing or proposed to be withdrawn within the next six months and accruals, (as defined below), which have not been deducted in the computation of Net Capital.

<u>Type of Proposed Withdrawal or Accrual</u>	Name of Lender or Contributor	Insider or Outsider	Amount to be Withdrawn (cash amount and/or Net Capital Value of Securities)	Withdrawal or Maturity Date (MMDDYYYY)	Expect to Renew
.. [4600]	_____	_____	_____	_____	_____
	[4601]	[4602]	[4603]	[4604]	[4605]
.. [4610]	_____	_____	_____	_____	_____
	[4611]	[4612]	[4613]	[4614]	[4615]
.. [4620]	_____	_____	_____	_____	_____
	[4621]	[4622]	[4623]	[4624]	[4625]
.. [4630]	_____	_____	_____	_____	_____
	[4631]	[4632]	[4633]	[4634]	[4635]
.. [4640]	_____	_____	_____	_____	_____
	[4641]	[4642]	[4643]	[4644]	[4645]
.. [4650]	_____	_____	_____	_____	_____
	[4651]	[4652]	[4653]	[4654]	[4655]
.. [4660]	_____	_____	_____	_____	_____
	[4661]	[4662]	[4663]	[4664]	[4665]
.. [4670]	_____	_____	_____	_____	_____
	[4671]	[4672]	[4673]	[4674]	[4675]
.. [4680]	_____	_____	_____	_____	_____
	[4681]	[4682]	[4683]	[4684]	[4685]
.. [4690]	_____	_____	_____	_____	_____
	[4691]	[4692]	[4693]	[4694]	[4695]
	TOTAL		0		
		\$			
			[4699]		
			Omit Pennies		

Instructions Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c)(2)(iv)), which could be required by the lender on demand or in less than six months.

Withdrawal Code	Description
1	Equity Capital
2	Subordinated Liabilities
3	Accruals
4	15c3-1(c)(2)(iv) Liabilities

STATEMENT OF CHANGES

**STATEMENT OF CHANGES IN OWNERSHIP EQUITY
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)**

1.	Balance, beginning of period		13,428
			[4240]
	A. Net income (loss)		4,330
			[4250]
	B. Additions (includes non-conforming capital of	[4262]	[4260]
	C. Deductions (includes non-conforming capital of	[4272]	[4270]
2.	Balance, end of period (From item 1800)		17,758
			[4290]

**STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS**

3.	Balance, beginning of period		48,800
			[4300]
	A. Increases		[4310]
	B. Decreases		-48,800
			[4320]
4.	Balance, end of period (From item 3520)		0
			[4330]



BALUKOFF LINDSTROM & Co., P.A.

Certified Public Accountants

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FAX: (208) 344-7435
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Swanson & Co., Inc.
Boise, Idaho

In planning and performing our audit of the financial statements and supplemental schedules of Swanson & Co., Inc. (the "Company") for the year ended March 31, 2002, we considered its internal control 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 and Exchange Commission (the "SEC"), we have made a study of the practices and procedures followed by the Company, including tests of compliance with such practices and procedures, that we considered relevant to the objectives stated in rule 17a-5(g), in the following:

1. Making the periodic computations of aggregate indebtedness and net capital under Rule 17a-3(a)(11); and
2. 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 examinations, counts, verifications, and comparisons, and the recordation of differences required by Rule 17a-13;
2. 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;
3. Obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customers as required by Rule 15c3-3;

The management of the Company 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 control and 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 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 internal control of the practices and procedures referred to above, error or fraud may occur and not be detected. Also, projection of any evaluation of internal control to future periods is subject to the risk that controls may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standard established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the specific internal control components does not reduce to a relatively low level the risk that error 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 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 March 31, 2002, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, the National Association of Securities Dealers, 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.

Balukoff, Lindstrom & Co., P.A.

June 21, 2002