

Amendment

Rec'd 5/17/02
5/13/02

10 5/16/02
OMB APPROVAL
OMB Number: 3235-0123
Expires: September 30, 1998
Estimated average burden
hours per response . . . 12.00

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



02023039

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

REC'D S.E.C.
MAY 3 2002

SEC FILE NUMBER
43895

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 1526 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:

Greentree Investment Services, Inc.

OFFICIAL USE ONLY
FIRM ID. NO.

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

704 McLaughlin Run Road; Suite 200; (P.O. Box 88)
(No. and Street)

Bridgeville PA 15017-0088
(City) (State) (Zip Code)

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

Kevin P. Biber (412) 221-9250
(Area Code - Telephone No.)

PROCESSED
MAY 22 2002
THOMSON
FINANCIAL

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Labriola Neighbors, LLP

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

Abele Business Park; 60 Abele Road; Suite 1103; Bridgeville, PA 15017
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

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 240.17a-5(e)(2).

005-21

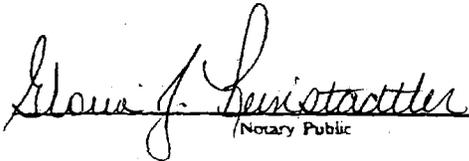
OATH OR AFFIRMATION

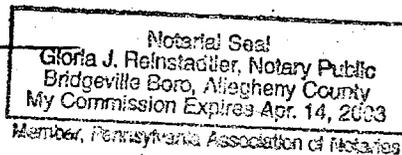
I, Kevin P. Biber, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Greentree Investment Services, Inc., as of December 31, 19x 2001, are true and correct. I further swear (or affirm) that neither the 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

Title


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 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).

**GREENTREE INVESTMENT
SERVICES, INC.**

**FOR THE YEARS ENDED
DECEMBER 31, 2001 AND 2000**

FINANCIAL STATEMENTS

**LABRIOLA NEIGHBORS LLP
CERTIFIED PUBLIC ACCOUNTANTS**

January 25, 2002

INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Shareholder of Greentree Investment Services, Inc.:

We have audited the accompanying balance sheets of Greentree Investment Services, Inc. as of December 31, 2001 and 2000, and the related statements of income, changes in stockholder's equity and cash flows for the years 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 audits.

We conducted our audits 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 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 Greentree Investment Services, Inc. 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 of America.

GREENTREE INVESTMENT SERVICES, INC.COMPUTATION OF NET CAPITALDECEMBER 31, 2001

	Focus Report	Audit Adjustments*	Audited Financial Statements
Total Ownership Equity	\$ 34,426		\$ 34,426
Total Non-Allowable Assets	<u>(25,300)</u>	<u> </u>	<u>(25,300)</u>
Net Capital before Haircuts	9,126		9,126
Haircuts on Trading & Investment Securities	<u>(1,488)</u>	<u> </u>	<u>(1,488)</u>
Net capital	7,638		7,638
Minimum Dollar Requirement	<u>(5,000)</u>	<u> </u>	<u>(5,000)</u>
Excess Net Capital	<u>\$ 2,638</u>		<u>\$ 2,638</u>
Total Aggregate Indebtedness	<u>\$ 3,550</u>		<u>\$ 3,550</u>
Percentage of Aggregate Indebtedness to Net Capital	<u>46.47%</u>		<u>46.47%</u>

* No audit adjustments were required at December 31, 2001.

Greentree Investment Services, Inc. is exempt from Rule 15c-3-3 under exemption 15c-3-3(k)(2)(ii).

Rule 15c-3-3(k)(2)(ii) who, as an introducing broker or dealer, clears all transactions with and for customers on a fully disclosed basis with a clearing broker or dealer, and who promptly transmits all customer funds and securities to the clearing broker or dealer which carries all of the accounts of such customers and maintains and preserves such books and records pertaining thereto pursuant to the requirements of Rules 17a3 and 17a-4, as are customarily made and kept by a clearing broker or dealer.

GREENTREE INVESTMENT SERVICES, INC.
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2001

	Common Stock	Paid in Capital	Retained Earnings	Total
Balance at beginning of period	\$658	\$65,142	\$(30,781)	\$35,019
Net income (loss)	_____	_____	____(593)	____(593)
Balance at end of period	<u>\$658</u>	<u>\$65,142</u>	<u>\$(31,374)</u>	<u>\$34,426</u>