



SECURIT

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MISSION

U.S.C. 20549

2/25/03

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

SEC FILE NUMBER
B- 50370

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 1/1/2002 AND ENDING 12/31/2002
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

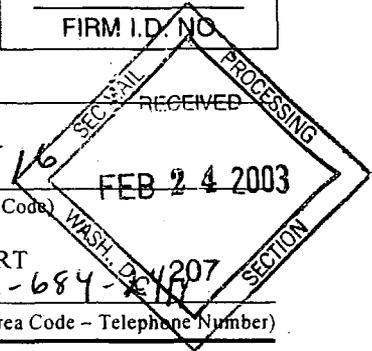
NAME OF BROKER-DEALER: A.C.R. Securities, Inc.

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

687 Park Lane
(No. and Street)
Cedarhurst
(City) NY
(State)

11516
(Zip Code)

OFFICIAL USE ONLY
FIRM I.D. NO.



NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Martin Ender 212-684-2111
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Went & Ender CPA P.C.
(Name - if individual, state last, first, middle name)
386 Park Ave South NY NY 10016
(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 11 2003

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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)

OATH OR AFFIRMATION

I, Austin C. Rybstein, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of A.C.R. Securities, Inc, as of February 11, 2003, 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:

Austin C. Rybstein
Signature
President
Title

Michael L. Stevens
Notary Public

MICHAEL L. STEVENS
Notary Public, State of New York
No. 24-01 ST 4878209
Qualified in Kings County 2004
Commission Exp. Dec. 15, 2004

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).

ER-2300FF
2003 FEB 11
ROBSON
MICHAEL

ACR SECURITIES, INC.

FINANCIAL STATEMENTS WITH
SUPPLEMENTARY INFORMATION AND
ACCOUNTANTS' REPORT

DECEMBER 31, 2002

ACR SECURITIES, INC.

December 31, 2002

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MARTIN ENDER CPA
STANLEY Z. WANT CPA, CFP

Independent Auditor's Report

To the Shareholders and Board of Directors
ACR Securities, Inc.
687 Park Lane
Cedarhurst, New York 11516

We have audited the accompanying balance sheet of ACR Securities, Inc. as of December 31, 2002 and related statements of income, changes in shareholder's equity and changes in financial position 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. These 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 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.

Our examination was made primarily for the purpose of expressing an opinion on the financial statements taken as a whole, and revealed no material weakness in the accounting procedures and internal controls.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of ACR Securities, Inc. as of December 31, 2002, and the results of its operation and its cash flows for the year then ended in conformity with generally accepted accounting principles.

A handwritten signature in black ink, appearing to be "ME", written over a horizontal line.

Martin Ender
Want & Ender, CPA, P.C.
New York, New York

February 11, 2003

ACR Securities, Inc.
Balance Sheet
December 31, 2002

ASSETS

CURRENT ASSETS

Cash In Bank	29,017.34
Clearing House Deposit	9,058.71
Commissions Receivable	5,412.45
Allowance For Bad Debt	(3,606.96)
Total Current Assets	<u>39,881.54</u>

FIXED ASSETS

Total Fixed Assets	<u>0.00</u>
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OTHER ASSETS

Total Other Assets	<u>0.00</u>
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TOTAL ASSETS	<u><u>\$ 39,881.54</u></u>
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ACR Securities, Inc.
Balance Sheet
December 31, 2002

LIABILITIES

CURRENT LIABILITIES

Total Current Liabilities

0.00

LONG TERM LIABILITIES

Total Long Term Liabilities

0.00

EQUITY

Common Stock (Note 1)
Accumulated Adjustment
Current Year Earnings

15,000.00
24,196.88
684.66

Total Equity

39,881.54

TOTAL LIABILITIES AND EQUITY

\$ 39,881.54

ACR Securities, Inc.
Income Statement
For the Year Ended December 31, 2002

INCOME

Commission Income	35,080.13
Other Income	6,118.28
	<hr/>
Total Revenues	41,198.41

OPERATING EXPENSES

Clearing House Expenses	11,659.69
Officers Salary	6,000.00
Professional Fees	3,325.00
Bad Debts	(600.00)
Telephone Expenses	1,344.56
License & Permits	1,214.00
Office Supplies	1,662.27
Postage Expenses	144.73
Bank And Finance Charges	(70.25)
Quote Service	7,364.80
Books & Periodicals	238.47
Insurance	8,074.48

Total Operating Expenses

40,357.75

NET OPERATING INCOME (LOSS) 840.66

TAXES

FICA Taxes	56.00
Taxes	100.00

Total Taxes

156.00

NET INCOME (LOSS) FOR THE PERIOD

684.66

ACR SECURITIES, INC.

Statement of changes in shareholder's equity

Year ended December 31, 2002

	<u>Common Stock</u>	<u>Additional Paid-in Capital</u>	<u>Retained Earnings</u>
Balance, January 1, 2002	\$ 15,000.00	\$ --	\$ 24,196.88
Net Profit for the year			\$ 684.66
Distribution to Shareholder			\$ -0-
Balance, December 31, 2002	<u>\$ 15,000.00</u>	<u>\$ --</u>	<u>\$ 24,881.54</u>

See accountants' report and accompanying notes to financial statements

Acr Securities, Inc.
Statement of Cash Flows
For the Period Ended December 31, 2002

	Current Year
Cash Flows from Operating Activities	
Net Income	\$ 684.66
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities: (Increase) Decrease in Other Assets	2,080.10
Total Adjustments	0.00
Net Cash Provided (Used) By Operating Activities	\$ 2,764.76
Cash Flows from Investing Activities	
Net Cash Provided (Used) By Investing Activities	0.00
Cash Flows from Financing Activities	
Net Cash Provided (Used) By Financing Activities	0.00
Net Increase (Decrease) in Cash	2,764.76
Cash at Beginning of Period	26,252.58
Cash at End of Period	\$ 29,017.34

See accountants' report and accompanying notes to financial statements

ACR SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2002

(1) STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The company was incorporated in the State of New York on June 1, 1998 to operate as a broker/dealer of securities. 200 shares of common stocks with no par value were issued in exchange for cash of \$15,000.

(2) COMMISSIONS RECEIVABLE

Commissions receivable represents commissions earned in December and will be received in January.

SUPPLEMENTARY INFORMATION

ACR Securities, Inc.
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1 OF THE
SECURITIES AND EXCHANGE COMMISSION

YEAR ENDED DECEMBER 31, 2002

NET CAPITAL :

Total assets	\$ 39,881.84
Total liabilities	-0-
Net worth	39,881.84 *
DEDUCT: Non-allowable Asset	<u>-</u>
Net Cap-Tentative	<u>39,881.84</u>
LESS: Minimum-required	<u>5,000.00</u>
Excess net capital	34,881.84
Excess net capital (based on 10% of Liabilites- 0-)	34,881.84

The Net Capital computation is the same as the report and there is no material difference in the Net Capital.