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

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 WASH. D.C. SECTION

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| SEC FILE NUMBER |
| 8- 52847 |

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 01/01/02 AND ENDING 12/31/02
 MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: ATLANTIS CAPITAL MARKETS SECURITIES, LLC
 ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
 483 LOCUST POINT ROAD
 (No. and Street)
 RUMSON NJ 07760
 (City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
 ROMAN LYNIUK 646-533-0703
 (Area Code - Telephone Number)

| |
|-------------------|
| OFFICIAL USE ONLY |
| FIRM I.D. NO. |

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
 KAUFMANN, GALLUCCI & GRUMER, LLP
 (Name - if individual, state last, first, middle name)

ONE BATTERY PARK PLAZA NEW YORK NY 10004
 (Address) (City) (State) (Zip Code)

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

PROCESSED
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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)

BB
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OATH OR AFFIRMATION

I, ROMAN LYNIUK, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of ATLANTIS CAPITAL MARKETS SECURITIES, LLC, as of DECEMBER 31, 20 02, 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:

ROSLYN S. HARPER
NOTARY PUBLIC, STATE OF NEW YORK
No. 01HA6070734
QUALIFIED IN KINGS COUNTY
MY COMMISSION EXPIRES MARCH 11, 2006

Roslyn S. Harper
Notary Public

[Signature]
Signature
MANAGING MEMBER
Title

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

- (a) Facing Page.
(b) Statement of Financial Condition.
(c) Statement of Operations.
(d) Statement of Cash Flows.
(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.
(o) Independent auditor's report on internal control.

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



ATLANTIS CAPITAL MARKETS SECURITIES, LLC

**REPORT ON STATEMENT OF
FINANCIAL CONDITION**

AS OF DECEMBER 31, 2002

ATLANTIS CAPITAL MARKETS SECURITIES, LLC

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**K A U F M A N N ,
G A L L U C C I &
G R U M E R L L P**

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Member of Atlantis Capital Markets Securities, LLC:

We have audited the accompanying statement of financial condition of Atlantis Capital Markets Securities, LLC as of December 31, 2002 that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit 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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 statement referred to above presents fairly, in all material respects, the financial position of Atlantis Capital Markets Securities, LLC as of December 31, 2002 in conformity with accounting principles generally accepted in the United States of America.

February 13, 2003

Kaufmann, Gallucci & Grumer LLP

ATLANTIS CAPITAL MARKETS SECURITIES, LLC
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2002

ASSETS

| | |
|---------------------------------------|-------------------|
| Cash | \$ 62,166 |
| Receivable from clearing organization | 82,943 |
| Receivable from member | <u>13,472</u> |
| TOTAL ASSETS | <u>\$ 158,581</u> |

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES:

| | |
|---------------------------------------|------------------|
| Accounts payable and accrued expenses | \$ <u>11,870</u> |
|---------------------------------------|------------------|

| | |
|-----------------|----------------|
| MEMBER'S EQUITY | <u>146,711</u> |
|-----------------|----------------|

| | |
|---------------------------------------|-------------------|
| TOTAL LIABILITIES AND MEMBER'S EQUITY | <u>\$ 158,581</u> |
|---------------------------------------|-------------------|

The accompanying notes are an integral part
of this financial statement.

ATLANTIS CAPITAL MARKETS SECURITIES, LLC
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2002

NOTE 1 - ORGANIZATION AND NATURE OF BUSINESS

Atlantis Capital Markets Securities, LLC (the "Company"), a limited liability company, was organized under the laws of the State of Delaware on August 8, 2000.

The Company was approved as a member of the Pacific Exchange and commenced operations as a broker-dealer in July, 2001.

The Company is engaged in various trading and brokerage activities in which counterparties primarily include broker-dealers, banks, and other financial institutions. The Company may be exposed to off-balance-sheet risk in the event the other broker is unable to fulfill its contracted obligations and the Company has to purchase or sell the financial instrument underlying the contract at a loss. The risk of default depends on the creditworthiness of the counterparty or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty with which it conducts business.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

- (a) The Company records proprietary securities transactions in regular-way trades on the trade date, as if they had settled. Profit and loss arising from all securities and commodities transactions entered into for the account and risk of the Company are recorded on a trade date basis.
- (b) Marketable securities are valued at market value, with the resulting unrealized gains and losses reflected in the statement of operations.
- (c) The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of December 31, 2002, and the reported amounts of revenues and expenses during the year then ended. Actual results could differ from estimated amounts.

NOTE 3 - INCOME TAXES

The Company is a single member limited liability company. Accordingly, the Company is treated as a "disregarded entity" for tax purposes. Therefore, the Company's assets, liabilities, and items of income, deductions, and tax credits are treated as those of its member owner.

ATLANTIS CAPITAL MARKETS SECURITIES, LLC
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2002

NOTE 4 - REGULATORY REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC rule 15c3-1), 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. At December 31, 2002, the Company had net capital of \$126,498 which was \$26,498 in excess of the required minimum net capital at that date of \$100,000. The Company's aggregate indebtedness to net capital ratio was .09 to 1.