



**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 10/01/02 AND ENDING 09/30/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: S.C. Parker & Co., Inc.

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

5892 Main Street

(No. and Street)

Williamsville

(City)

NY

(State)

14221

(Zip Code)

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

Richard M. Hilliker

(716) 632-6800

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Courtney, Fink & Forbes, LLP

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

533 Cottage Grove Rd.

(Address)

Bloomfield

(City)

CT

(State)

06002

(Zip Code)

CHECK ONE:

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

PROCESSED

JAN 07 2004

FOR OFFICIAL USE ONLY

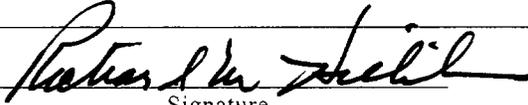
**THOMSON
FINANCIAL**

*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)

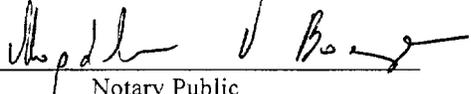
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OATH OR AFFIRMATION

I, Richard M. Hilliker, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of S.C. Parker & Co., Inc. as of September 30, 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:


Signature

President
Title


Notary Public

MAGDALENA V. BOESZE
NOTARY PUBLIC, State of New York
Qualified in Erie County
My Commission Expires April 25, 2005

- 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).

S.C. PARKER & CO., INC.
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COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1 OF THE
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1

COURTNEY, FINK & FORBES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

James F. Courtney, C.P.A.
Russell H. Fink, C.P.A.
Christopher J. Forbes, C.P.A.
David R. Lefkowitz, C.P.A.

The Board of Directors
S.C. Parker & Co., Inc.
Williamsville, New York

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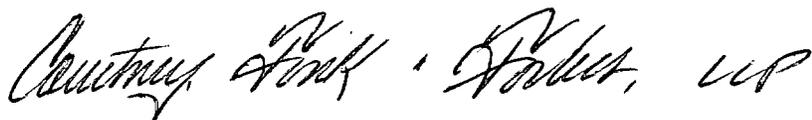
INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statement of financial condition of S.C. Parker & Co., Inc., as of September 30, 2003, and the related statements of income (loss), changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows 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 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 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 S.C. Parker & Co., Inc., at September 30, 2003, and the results of its operations and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedule 1 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 Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit 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.



October 17, 2003

S.C. PARKER & CO., INC.
STATEMENT OF FINANCIAL CONDITION
SEPTEMBER 30, 2003

EXHIBIT A

ASSETS

Cash and Cash Equivalents	\$	47,557
Cash on Hand		600
Receivable from Clearing Organizations		552,543
Receivables from Non-Customers		237,354
Securities Owned:		
Marketable, at Market Value		1,320,757
Not Readily Marketable, at Estimated Fair Value		75,990
Property, Furniture and Equipment, at Cost, Less Accumulated Depreciation and Amortization of \$145,905		99,622
Other Assets		<u>29,637</u>
<u>TOTAL ASSETS</u>		<u>\$2,364,060</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Liabilities:

Payables to Non-Customers	\$	137,246
Accrued Taxes, Expenses and Other Liabilities		35,767
Deferred Income Taxes		<u>174,824</u>
<u>Total Liabilities</u>		<u>347,837</u>

Stockholders' Equity:

Preferred Stock:		
Prior 3% Preferred, \$9 par	\$11,997	
Preferred, \$1 par	<u>3,079</u>	15,076
Common Stock:		
Management, 10 cents par	720	
Common, 10 cents par	<u>20,603</u>	21,323
Retained Earnings		2,264,184
Less: Treasury Stock, at Cost		<u>(284,360)</u>
<u>Total Stockholders' Equity</u>		<u>2,016,223</u>

<u>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</u>		<u>\$2,364,060</u>
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The accompanying Notes are an integral part of these Financial Statements.

S.C. PARKER & CO., INC.
STATEMENT OF INCOME (LOSS)
YEAR ENDED SEPTEMBER 30, 2003

EXHIBIT B

Revenues:

Commissions	\$ 180,495
Gains on Trading Accounts	355,812
Gains on Investment Accounts	236,980
Revenue from Sale of Investment Company Shares	140,050
Investment Advisory Fees	129,161
Other Revenue	<u>277,590</u>
	<u>1,320,088</u>

Expenses:

Officers Compensation and Benefits	311,618
Employee Compensation and Benefits	436,420
Interest Expense	8,043
Regulatory Fees and Expenses	9,775
Other Expenses	<u>331,569</u>
	<u>1,097,425</u>

Net Income Before Federal Income Taxes 222,663

Provision for Federal Income Taxes 85,301

NET INCOME \$ 137,362

EARNINGS PER COMMON SHARE \$.77

The accompanying Notes are an integral part of these Financial Statements.

S.C. PARKER & CO., INC.
 STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
 YEAR ENDED SEPTEMBER 30, 2003

	Prior 3% Preferred		Preferred		Management		Common		Retained Earnings		Treasury Stock-Common		Total Stockholder's Equity
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	
Balance October 1, 2002	1,333	\$11,997	3,079	\$3,079	7,200	\$720	206,032	\$20,603	\$2,129,029	37,656	\$(284,360)		\$1,881,068
Net Income									137,362				137,362
Dividends Declared									(2,207)				(2,207)
<u>BALANCE SEPTEMBER 30, 2003</u>	<u>1,333</u>	<u>\$11,997</u>	<u>3,079</u>	<u>\$3,079</u>	<u>7,200</u>	<u>\$720</u>	<u>206,032</u>	<u>\$20,603</u>	<u>\$2,264,184</u>	<u>37,656</u>	<u>\$(284,360)</u>		<u>\$2,016,223</u>

The accompanying Notes are an integral part of these Financial Statements.

S.C. PARKER & CO., INC.
STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS
YEAR ENDED SEPTEMBER 30, 2003

EXHIBIT D

Subordinated Borrowings October 1, 2002

\$ -

Subordinated Borrowings September 30, 2003

\$ -

The accompanying Notes are an integral part of these Financial Statements.

S.C. PARKER & CO., INC.
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2003

EXHIBIT E

Cash Flows from Operating Activities:

Net Income - Exhibit B	\$ 137,362	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	26,189	
Deferred Income Taxes	61,303	
Decrease (Increase) in Operating Assets:		
Receivables from Clearing Organizations	(205,176)	
Other Receivables	(14,540)	
Prepaid Expenses	9,898	
Securities	(118,972)	
Refundable Income Taxes	12,785	
Increase (Decrease) in Operating Liabilities:		
Payable to Non-Customers	27,326	
Accrued Taxes, Expenses and Other Liabilities	<u>3,697</u>	
 <u>Net Cash Used by Operating Activities</u>		 \$(60,128)

Cash Flows from Investing Activities:

Net Loans - Other	(70,525)	
Net Collections on Loans to Employees	1,061	
Acquisition of Furniture and Equipment	(2,044)	
Refund of Deposits	<u>736</u>	
 <u>Net Cash Used by Investing Activities</u>		 (70,772)

Cash Flows from Financing Activities:

Dividends Paid	<u>(2,207)</u>	
 <u>Net Cash Used by Financing Activities</u>		 <u>(2,207)</u>
Net Decrease in Cash and Cash Equivalents		(133,107)
Cash and Cash Equivalents - Beginning of Year		<u>180,664</u>
 <u>CASH AND CASH EQUIVALENTS - END OF YEAR</u>		 <u>\$ 47,557</u>

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid during the year for:

Interest		\$ 8,043
Income Taxes		2,021

The accompanying Notes are an integral part of these Financial Statements.

S.C. PARKER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

(1) Summary of Significant Accounting Policies

(a) Nature of Operations

S.C. Parker & Co., Inc. is a full service broker and dealer in securities registered with the Securities and Exchange Commission (SEC) and the National Association of Securities Dealers (NASD). The Company has engaged an outside clearing house to act as their clearing firm for executing and clearing trades. As a result, the Company does not carry customer accounts on its books.

(b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all investments purchased with a maturity of three months or less to be cash equivalents.

(d) Property, Furniture and Equipment

Depreciation of property, furniture and equipment is provided for on the straight-line basis over the estimated useful lives of the respective assets ranging from five to twenty-eight years. Amortization of leasehold improvements is provided for on a straight-line basis over 39 years.

(e) Compensated Absences

Employees of the Company are entitled to paid vacation depending on length of service and other factors. At September 30, 2003 the value of accumulated vacation leave cannot be reasonably estimated and is not included in these financial statements.

(f) Deferred Income Taxes

Deferred income taxes are reported using the liability method. Deferred tax assets are recognized for deductible temporary differences and operating loss carryforwards and deferred tax liabilities are recognized for taxable temporary differences. Temporary differences are the differences between the reported amounts of assets and liabilities and their tax bases. Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and rates on the date of enactment.

(g) Advertising

The Company expenses advertising costs as they are incurred. Advertising expense was \$16,108 for the year ended September 30, 2003.

S.C. PARKER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

(2) Receivables from Non-Customers

Receivables from non-customers consists of the following:

Three 10% unsecured demand notes.	\$203,138
Accrued interest on notes receivable.	15,291
Various employee loan and advances.	18,525
Other miscellaneous receivables.	<u>400</u>
Total	<u>\$237,354</u>

(3) Securities Owned - Marketable

Securities owned - marketable, consists of trading and investment securities and are stated at market value of \$1,320,757. At September 30, 2003, aggregate cost of these securities totaled \$819,033.

(4) Securities Owned-Not Readily Marketable

Securities owned-not readily marketable are stated at market value of \$75,990, and consist of common stock of an affiliated company comprising less than 5% of the outstanding stock of the affiliated company and common stock and other investments that are restricted or otherwise not readily marketable. At September 30, 2003, aggregate cost of these securities totaled \$61,175.

(5) Property, Furniture and Equipment

A breakdown of property, furniture and equipment is as follows:

Property, Furniture and Equipment (at cost)	\$245,527
Accumulated Depreciation	<u>145,905</u>
	<u>\$ 99,622</u>

(6) Margin Account

The Company has a margin account agreement with Pershing & Company, Jersey City, New Jersey. Interest on amounts borrowed under this agreement is payable monthly at a variable rate. This account is secured by the Company's investment securities held by them having a fair market value as of September 30, 2003 of \$1,123,619. No amounts were outstanding at September 30, 2003.

S.C. PARKER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

(7) Income Taxes

Income tax expense (benefit) consists of the following components:

Current Tax Expense (Benefit):	
Federal	\$ (425)
State	2,198
Deferred Tax Expense	<u>61,303</u>
Income Taxes	<u>\$ 63,076</u>

A reconciliation of the difference between the expected income tax expense computed at the U.S. statutory income tax rate and the Company's income tax expense is shown in the following table:

Expected income tax expense at U.S. Statutory tax rate	\$ 67,401
The effect of:	
Nondeductible expenses	3,335
Increase due to state taxes, net of federal income tax effects	1,451
Tax-exempt income	(10,476)
Other	<u>1,365</u>
Income Tax Expense	<u>\$ 63,076</u>

As of September 30, 2003, the Company has a \$27,697 unused net operating loss available to offset future years' taxable income, expiring September 30, 2023.

Deferred tax liabilities (assets) as of September 30, 2003, consists of the following:

Deferred Tax Liabilities	\$ 184,524
Deferred Tax Assets	<u>(9,700)</u>
Net Deferred Tax Liability	<u>\$ 174,824</u>

The deferred tax liability is principally applicable to the unrealized appreciation of securities. The deferred tax asset is attributable to the Company's net operating loss carryforward.

S.C. PARKER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

(8) Capital Stock

Capital stock is comprised of the following:

	<u>Par</u>	<u>Shares Authorized</u>	<u>Shares Issued</u>
Prior 3% Preferred	\$9.00	100,000	1,333
Preferred	1.00	200,000	3,079
Management	.10	9,000	7,200
Common	.10	1,000,000	206,032

Common shares are entitled to one voting right per share. Management voting rights are determined based on the aggregate voting rights of the common shares. At September 30, 2003, management shares are entitled to 28 voting rights per share.

Dividends of \$2,207 were declared during the current fiscal year and were distributed to prior 3% preferred stockholders at the rate of \$.27 per share, and preferred stockholders at the rate of \$.60 per share.

Preferred shares have a liquidating value of \$10 per share.

(9) Treasury Stock

Treasury stock is stated at cost and as of September 30, 2003, consists of 37,656 shares of common stock.

(10) Earnings Per Common Share

Earnings per common share was computed by dividing net income, less preferred stock dividends, by the weighted average number of management and common shares outstanding during the year. The weighted average number of shares outstanding was 175,576 for the year ending September 30, 2003.

(11) Retirement Plan

On December 5, 2000, the board of directors authorized the establishment of a Simplified Employee Pension Plan under Internal Revenue Code Section 401(k). The employee salary deferral plan became effective January 1, 2001. All employees with service over one year are eligible to participate in the plan. The Company pays an amount equal to the employee's contribution to the plan, up to 3% of the employee's salary. The expense of the Company including administrative costs was \$14,496 for the year ended September 30, 2003.

(12) Leases

The Company leases two sales offices, a storage facility and office equipment under operating leases expiring in various years through 2007. The Company leases one of its sales offices from an officer of the Company under terms of a five year lease that expires December 31, 2007. Terms include monthly rent payable to the officer of \$2,875, plus operating costs (utilities) and taxes.

S.C. PARKER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

(12) Leases (cont'd.)

Minimum future rental payments under noncancellable operating leases having remaining terms in excess of one year as of September 30, 2003, for each of the remaining years and in the aggregate are as follows:

Year Ended September 30,

2004	\$ 47,021
2005	45,000
2006	45,000
2007	37,125
2008	<u>8,625</u>

Total Minimum Future Rental Payments \$182,771

(13) Concentrations of Credit Risk

The Company's financial instruments that are exposed to concentrations of credit risk consist primarily of cash, receivables from clearing organizations, and securities-investment and trading. The Company places its cash and temporary cash investments with high quality institutions. At times, such balances may be in excess of the federal depository insurance limits.

The Company maintains a money fund and securities account with a brokerage firm. The brokerage firm provides unlimited account protection to the securities and cash awaiting reinvestment held by them. Of this total, the Securities Investor Protection Corporation provides \$500,000 of coverage, including \$100,000 for claims for cash awaiting reinvestment. The remaining coverage is provided by the brokerage firm through a commercial insurer.

Receivables from Clearing Organizations represents amounts due from the national clearing house that the company has engaged to act as their clearing firm for executing and clearing trades. Amounts due from the clearing firm are reviewed monthly by management.

Securities-Investments and Trading consists of common stock of public entities, corporate and municipal bonds and other readily marketable securities. These securities are subject to risks of the market as a whole and the industries in which the issuing entity operates.

(14) Contingencies

The Company is a defendant in two separate lawsuits related to its securities business. Management of the Company, after consultation with outside legal counsel, believes that the resolution of these lawsuits will not result in any material adverse effect on the Company's financial position.

(15) Subordinate Accounts

There were no subordinate accounts at either the beginning or the end of the year.

COURTNEY, FINK & FORBES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

James F. Courtney, C.P.A.
Russell H. Fink, C.P.A.
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FAX (860) 242-2644

The Board of Directors
S.C. Parker & Co., Inc.
Williamsville, New York

INDEPENDENT AUDITORS' STATEMENT ON COMPUTATION OF NET CAPITAL

There are no material differences between the net capital computation included in Schedule 1 and the net capital computation in the FOCUS IIA as of September 30, 2003.

Courtney, Fink & Forbes, LLP

October 17, 2003

COURTNEY, FINK & FORBES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

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The Board of Directors
S.C. Parker & Co., Inc.
Williamsville, New York

INDEPENDENT AUDITORS' REPORT ON
INTERNAL ACCOUNTING CONTROL

In planning and performing our audit of the financial statements of S.C. Parker & Co., Inc. for the year ended September 30, 2003, 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 the internal control.

Also, as required by rule 17a-5(g) (1) of the Securities and Exchange Commission (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 making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a-3(a) (11) and the reserve required by rule 15c3-3(e). We did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, and the recordation of differences required by rule 17a-13 or in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governors of the Federal Reserve System or obtaining and maintaining physical possession or control of all fully paid or excess margin securities of customers as required by rule 15c3-3, because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure 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 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 preparation of financial statements in conformity 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 any internal control or the practices and procedures referred to above, errors and 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.

INDEPENDENT AUDITORS' REPORT ON
INTERNAL ACCOUNTING CONTROL (CONT'D)

Our consideration of the internal control would not necessarily disclose all matters in the 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 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 the 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 September 30, 2003, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the Securities and Exchange Commission, the New York Stock Exchange and other regulatory agencies which rely on Rule 17a-5(g) under the Securities and Exchange Act of 1934 and is not intended to be and should not be used by anyone other than these specified parties.

Courtesy, Frank & Steiner, LLP

October 17, 2003

COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1
OF THE SECURITIES AND EXCHANGE COMMISSION
SEPTEMBER 30, 2003

NET CAPITAL

Total Stockholders Equity		\$2,016,223
Deductions and/or Charges:		
Nonallowable Assets:		
Cash on Hand	\$ 600	
Receivables from Non-Customers	237,354	
Securities not Readily Marketable	75,990	
Property, Furniture and Equipment, net	99,622	
Other Assets	<u>29,637</u>	<u>443,203</u>
		1,573,020
Other Additions and/or Credits:		
Deferred Tax Liability on Security Haircuts		<u>66,375</u>
Net Capital before Haircuts on Security Positions		1,639,395
Haircuts on Securities:		
Trading and Investment Securities		
Exempted Securities	6,464	
Debt Securities	3,494	
Other Securities	174,088	
Undue Concentration	8,349	
Other - Money Market	<u>656</u>	<u>193,051</u>
<u>NET CAPITAL</u>		<u>\$1,446,344</u>

AGGREGATE INDEBTEDNESS

Items included in Statement of Financial Condition:		
Payable to Non-Customers		\$ 137,246
Accrued Taxes, Expenses and Other Liabilities		<u>35,767</u>
<u>TOTAL AGGREGATE INDEBTEDNESS</u>		<u>\$ 173,013</u>

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum Net Capital Required (6 2/3% of Total Aggregate Indebtedness)		<u>\$ 11,534</u>
Minimum Dollar Net Capital Requirement		<u>\$ 250,000</u>
Net Capital Requirement		<u>\$ 250,000</u>
Excess Net Capital (Net Capital less Net Capital Requirement)		<u>\$1,196,344</u>
Excess Net Capital at 1,000 percent (Net Capital less 10% of Total Aggregate Indebtedness)		<u>\$1,429,043</u>
Percent of Aggregate Indebtedness to Net Capital		<u>11.96%</u>