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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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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 April 1, 2002 AND ENDING March 31, 2003
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: BrokerWest

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

2428 Santa Monica Blvd., Suite 507

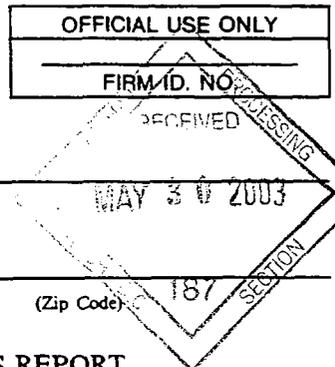
(No. and Street)

Santa Monica, CA 90404

(City)

(State)

(Zip Code)



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

Ira Bershatsky

310 828-7601

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Elizabeth Tractenberg, CPA

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

10680 W. Pico Blvd., Suite 260, LA CA 90064

(Address)

(City)

(State)

Zip Code)

CHECK ONE:

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

PROCESSED
JUN 13 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).

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) S.S.

OATH OR AFFIRMATION

I, Tra Bershatsky, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of BrokerWest, as of March 31, 2003 ~~xxxx~~ 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:

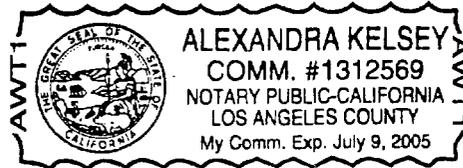
None

SUBSCRIBED AND SWORN TO BEFORE ME
THIS 29TH DAY OF MAY, 2003.

[Signature]
Signature

President
Title

Alexandra Kelsey
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~~ Cash Flows
- (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).

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C.

ANNUAL AUDIT REPORT

DATE - MARCH 31, 2003

BROKERWEST
2428 Santa Monica Blvd., Suite 507
Santa Monica, CA 90404

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ELIZABETH
TRACTENBERG CERTIFIED
PUBLIC
ACCOUNTANT

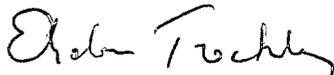
REPORT OF INDEPENDENT ACCOUNTANT

Board of Directors
BrokerWest
Santa Monica, CA

I have audited the accompanying statement of financial condition of BrokerWest as of March 31, 2003 and related statements of income, cash flows, and changes in stockholder's equity for the year then ended. These financial statements are being filed pursuant to Rule 17a-5 of the Securities Exchange Act of 1934 and include the supplemental schedule of the net capital computation required by rule 15c3-1. These financial statements are the responsibility of BrokerWest Securities, Inc.'s management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, such financial statements referred to above present fairly, in all material respects, the financial condition of BrokerWest as of March 31, 2003 and the results of its operations, cash flows and stockholder's equity for the year then ended in conformity with accounting principles generally accepted in the United States.



Elizabeth Tractenberg, CPA
Los Angeles, California
May 13, 2003

BROKERWEST
STATEMENT OF FINANCIAL CONDITION
March 31, 2003

ASSETS

Cash	
Checking	\$ 10,825
Receivable from officers	4,412
Deposits	300
Furniture and fixtures net of depreciation of \$17,140	<u>0</u>
TOTAL ASSETS	<u>\$ 15,538</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

LIABILITIES

Accounts payable and accrued expenses	<u>\$ 4,863</u>
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TOTAL LIABILITIES

4,863

STOCKHOLDER'S EQUITY

Common stock (\$0 par value, 20,000 shares authorized and issued; 14,400 shares outstanding - \$10 stated value) \$	144,000	
Paid-in capital	45,111	
Retained earnings	<u>(178,436)</u>	<u>10,675</u>

TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY

\$ 15,538

See Accompanying Notes to Financial Statements

BROKERWEST
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
FOR THE YEAR ENDED MARCH 31, 2003

	Common Stock Shares	Common Stock	Paid-in Capital	Retained Earnings	Total
Balance, March 31, 2002	14,400	\$ 144,000	\$ 36,267	\$ (171,309)	\$ 8,958
Capital Contribution			8,844		8,844
Net Loss				(7,127)	(7,127)
Balance, March 31, 2003	<u>14,400</u>	<u>\$ 144,000</u>	<u>\$ 45,111</u>	<u>\$ (178,436)</u>	<u>\$ 10,675</u>

See Accompanying Notes to Financial Statements

BROKERWEST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2003

Cash Flows from Operating Activities:	
Net income (loss)	\$ (7,127)
Depreciation and amortization	201
Changes in operating assets and liabilities:	
Receivable from officers	(4,412)
Deposits	591
Accounts payable and accrued expenses	3,950
Due to officer	(4,750)
Other	50
	(11,497)
Cash Flows from Investing Activities:	0
Cash Flows from Financing Activities:	
Contribution of capital	8,844
Net increase in cash	(2,653)
Cash at beginning of year	11,871
Cash at end of year	\$ 9,218
<u>SUPPLEMENTAL INFORMATION</u>	10,825
Interest paid	\$ 0
Income taxes paid	\$ 0

See Accompanying Notes to Financial Statements

BROKERWEST
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2003

NOTE 1 - ORGANIZATION

Nature of Business

BrokerWest (the Company), a California Corporation, was incorporated on January 13, 1989 to provide securities brokerage and related services as set forth by the Securities and Exchange Commission and the National Association of Securities Dealers, Inc. (NASD). The Company operates pursuant to the rules of the Securities and Exchange Commission and does not carry customers' accounts, hold customers' funds or securities, or owe money or securities to customers. As a result, the Company is exempt from certain provisions and requirements of the Securities and Exchange Commission. The Company was granted registration with NASD April 5, 1989.

Property, Equipment and Depreciation - Property and equipment are carried at cost. Depreciation is calculated on the accelerated method over estimated economic lives.

NOTE 2 - PROVISION FOR INCOME TAXES

The Company's fiscal year ends March 31. The provision for income taxes for the year consists of the following:

Federal	\$ 0
State	<u>800</u>
	<u>\$ 800</u>

BROKERWEST
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2003

NOTE 3 - NET CAPITAL REQUIREMENT

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities and Exchange Act of 1934, the Company is required to maintain a minimum net capital of \$5,000 as defined under such provisions. See page 9.

In accordance with SEC Rule 17a -11, the company is required to send same day telegraphic notice to the SEC and NASD if at any time its net capital falls below its minimum requirement. Additionally, the Rule requires the company to notify the SEC and NASD within 24 hours if its net capital is less than 120 percent of its net capital requirement.

On May 13, 2003, the Company notified the NASD that certain violations existed between mid-November 2002 and March 31, 2003. The Company is in the process of analyzing the capital contribution required to bring the net capital above the 120 percent of its net capital requirement. See Note 5, Subsequent Events.

NOTE 4 - 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 disclosure 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.

NOTE 5 - SUBSEQUENT EVENT

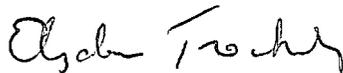
The Company is currently in violation of Rule 15c3-1 of the Securities and Exchange Act of 1934, the Company is required to maintain a minimum net capital of \$5,000 as defined under such provisions. It appears that the Company is currently below this minimum net capital requirement and has temporarily stopped trading until the additional capital contribution is made.

ELIZABETH
TRACTENBERG CERTIFIED
PUBLIC
ACCOUNTANT

Independent Auditor's Report on Supplemental Information

BrokerWest
Santa Monica, CA

My report on my audit of the basic financial statements of BrokerWest for March 31, 2003 was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules of operating expenses on Page 8 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I express no opinion on them.



Elizabeth Tractenberg, CPA
Los Angeles, California
May 13, 2003

BROKERWEST
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 2003

OPERATING EXPENSES

Depreciation and amortization	\$	201
Consulting		805
Fees and assessments		8,410
Office, rent, telephone		7,014
Professional services		675
All other		<u>2,098</u>
 TOTAL OPERATING EXPENSES	 \$	 <u>19,203</u>

See Accompanying Notes to Financial Statements

BROKERWEST
 COMPUTATION OF NET CAPITAL REQUIREMENTS PURSUANT
 TO RULE 15c3-1
 March 31, 2003

COMPUTATION OF NET CAPITAL

Total ownership equity from statement of financial condition	\$	10,675
Non allowable assets		<u>(4,712)</u>
NET CAPITAL	\$	<u>5,963</u>

COMPUTATION OF NET CAPITAL REQUIREMENTS

Minimum net aggregate indebtedness - 6-2/3% of net aggregate indebtedness	\$	<u>324</u>
Minimum dollar net capital required	\$	<u>5,000</u>
Net Capital required (greater of above amounts)	\$	<u>5,000</u>
EXCESS CAPITAL	\$	<u>963</u>

Excess net capital at 1000% (net capital less 10% of aggregate indebtedness)	\$	<u>5,477</u>
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COMPUTATION OF AGGREGATE INDEBTEDNESS

Total liabilities	\$	<u>4,863</u>
Percentage of aggregate indebtedness to net capital		82%

The following is a reconciliation of the above net capital computation with the Company's corresponding unaudited computation pursuant to Rule 179-5(d)(4):

NET CAPITAL PER COMPANY'S COMPUTATION	\$	6,086
VARIANCE -		
Accrued liabilities		<u>(123)</u>
NET CAPITAL PER AUDITED REPORT	\$	<u>5,963</u>

NON-ALLOWABLE ASSETS

Receivable from officers	\$	4,412
Furniture and fixtures net of depreciation of \$17,140		0
Deposits		<u>300</u>
	\$	<u>4,712</u>

See Accompanying Notes to Financial Statements

PART II

BROKERWEST

STATEMENT OF INTERNAL CONTROL

MARCH 31, 2003

Report of Independent Accountant
on Internal Accounting Control Required by SEC Rule 17a-5

Board of Directors
BrokerWest
Santa Monica, California

In planning and performing my audit of the financial statements of BrokerWest. (hereafter referred to as the "Company") for the year ended March 31, 2003, I have considered its internal control structure, including procedures for safeguarding securities, in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements, and not to provide assurance on the internal control structure.

Also, as required by Rule 17a-5(g)(1) of the Securities and Exchange Commission, I have made a study of the practice and procedures (including tests of compliance with such practices and procedures) followed by the Company that I considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computations of aggregate indebtedness (aggregate debts) and net capital under rule 17a-5(a)(11) and for determining compliance with the exemptive provisions of Rule 15c-3. I did not review the practice and procedures followed by the Company: (1) in making the quarterly securities examinations, counts, verifications, and comparisons, and recordation of differences required by Rule 17a-13; (2) in complying with the Governors of Federal Reserve System; or (3) in obtaining and managing physical possession or control of all fully paid and excess margin securities of customers, 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 structures 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 internal control structure policies and procedures and of the practice and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Commission's above mentioned objectives. Two of the objectives of an internal control structure and the practices and procedures are to provide responsibility and safeguard 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 accordance with generally accepted accounting principles.

Board of Directors
BrokerWest
Santa Monica, California

Rule 171-5(g) lists additional objectives of the practice and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities 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 degree of compliance with them may deteriorate.

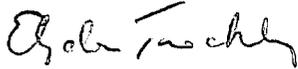
My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weakness under the standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk the errors or irregularities in amounts that would be material in relationship 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, I noted no matters involving the accounting system and control procedures that I considered to be material weaknesses as defined above. In addition, the Company, was in compliance with the exemptive provisions of Rule 15c3-3 as of March 31, 2003 and no facts came to my attention indicating that such conditions had not been complied with during the year then ended.

However, it did come to my attention that the Company did not accrue all liabilities and thereby causing the books and records to be incomplete. In accordance with SEC Rule 17a-11, the Company is required to send same day telegraphic notice to the SEC and NASD if at any time its net capital falls below its minimum requirement. Additionally, the Rule requires the Company to notify the SEC and NASD within 24 hours if its net capital is less than 120 percent of its net capital requirement, books and records are not current or aggregate indebtedness exceeds 1200 percent of its net capital. The Company notified the SEC and NASD in accordance with SEC Rule 17a-11 and the books were updated for the year ending March 31, 2003. The Company is currently reviewing how much capital contribution is necessary to bring the net capital up to the required amount.

I understand that the practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission 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 my study, I believe that the Company's practices and procedures were adequate at March 31, 2003 to meet the Commission's objectives.

Board of Directors
BrokerWest
Santa Monica, California

This report is intended sole for the use of management, the Securities and Exchange Commission, the National Association of Securities Dealers, Inc., and other regulatory agencies which rely on Regulation 17a-5(g) under the Securities Exchange Act of 1934, and should not be used for any other purpose.



Elizabeth Tractenberg, CPA

Los Angeles, California
May 13, 2003