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

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

SEC FILE NUMBER  
8- 30375

**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 01/01/03 AND ENDING 12/31/03  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Bettinger & Leech Financial Corporation

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

600 Palisade Avenue - Suite # 21

(No. and Street)

Englewood Cliffs

New Jersey

07632

(City)

(State)

(Zip Code)

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

Richard A. Leech 201-569-2220

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Blatt & Dauman, CPA's

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

560 Broad Hollow Road

Melville

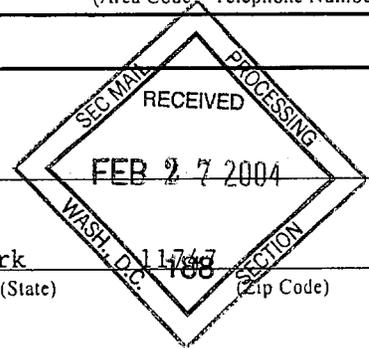
New York

(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 24 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)

SEC 1410 (06-02)

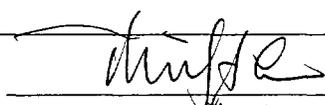
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8/23/04

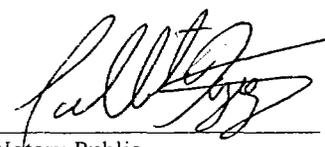
OATH OR AFFIRMATION

I, Richard A. Leech, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Bettinger & Leech Financial Corporation, as of December 31,, 20 03, 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:

Bettinger & Leech, Inc. ; Bettinger & Leech Profit Sharing Plan FBO RAL  
Bettinger & Leech Money Purchase Plan FBO RAL ; Richard A. Leech

  
Signature

President & CEO  
Title

 2/26/04  
Notary Public

**GILBERT DOMINGUEZ**  
Notary Public of New Jersey  
My Commission Expires Dec. 20, 2008

- This report \*\* contains (check all applicable)
- (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).

**BETTINGER & LEECH FINANCIAL CORP.**  
Financial Statements  
December 31, 2003

For Financial Reporting to the S.E.C.

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ABBEY E. BLATT  
JOEL S. DAUMAN

FAITH A. DOLLER  
CYNTHIA A. HERRMANN  
JAMEY J. BLATT  
OMAR D. FOLKES  
ERIN J. BOCCIO

**To the Board of Directors**  
**Bettinger & Leech Financial Corp.**  
New York, New York 10022

We have audited the accompanying balance sheet of Bettinger & Leech Financial Corp. as of December 31, 2003 and the related statements of income, retained earnings and cash flows for the year then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with generally accepted auditing standards 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, such financial statements present fairly, in all material respects, the financial position of the Company at December 31, 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.

Respectfully submitted,

*Blatt & Dauman, CPAs*

Blatt & Dauman, CPAs

February 20, 2004

**BETTINGER & LEECH FINANCIAL CORP.**

Balance Sheet  
December 31, 2003

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**ASSETS**

Current Assets

Cash	\$ 20,180
Due from Paine Webber	113,614
Due from Fox, Pitt, Kelton, Inc.	5,443
Investment in Marketable Securities, at market value	3,300
Prepaid Expenses	<u>1,169</u>

**Total Assets** \$ 143,706

**LIABILITIES**

Current Liabilities

Accounts Payable	\$ 24,435
Accrued Expenses Payable	423
Federal Income Tax Payable	4,047
NJ Income Tax Payable	<u>1,678</u>

**Total Liabilities** 30,583

**STOCKHOLDERS' EQUITY**

Common Stock – par value \$1 per share authorized 2,000 shares, issued and outstanding 75 shares	\$ 75
Additional Paid-in Capital	7,425
Treasury Stock	(74,526)
Retained Earnings	<u>180,149</u>

**Total Stockholders' Equity** 113,123

**Total Liabilities & Stockholders' Equity** \$ 143,706

The accompanying notes are an integral part of the financial statements.



ABBIE E. BLATT  
JOEL S. DAUMAN

FAITH A. DOLLER  
CYNTHIA A. HERRMANN  
JAMEY J. BLATT  
OMAR D. FOLKES  
ERIN J. BOCCIO

**To the Board of Directors  
Bettinger & Leech Financial Corp.  
New York, New York**

Gentlemen:

We have examined the financial statements of Bettinger & Leech Financial Corp. for the year ended December 31, 2003 and issued our report thereon dated February 2004. In accordance with Securities and Exchange Commission regulations, we found no material inadequacies in the firm's accounting systems, internal accounting control and procedures for safeguarding securities. We have also found that the Corporation was up to date with funding their memberships in FASD, MSRB, and SIPC, and they were meeting the requirements of those memberships. Our examination was made in accordance with generally accepted auditing standards accepted in the United States of America and accordingly, included such tests of the accounting records and such other procedures as we considered necessary in these circumstances.

Respectfully submitted,  
*Blatt & Dauman, CPAs*  
Blatt & Dauman, CPAs  
February 20, 2004

**BETTINGER & LEECH FINANCIAL CORP.**

Reconciliation of  
Stockholders' Equity (Financial Report)  
with that of Focus Report

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Stockholders' Equity – Financial Report	\$ 113,123
Adjustment:	<u>(428)</u>
Ownership Equity – Focus Report	\$ <u>112,695</u>

There are no material differences between stockholders' equity as shown in the Financial Report and the compilation of ownership equity as shown in the Statement of Financial Condition of the Focus Report, Part II's, of even date.

**BETTINGER & LEECH FINANCIAL CORP.**

Notes to Financial Statements

December 31, 2003

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**ORGANIZATION**

The Company was incorporated in Delaware on July 18, 1983 and New Jersey granted a certificate of authority.

**ACCOUNTING POLICIES**

Organization costs were amortized over (60) sixty months and have been fully written off.

**RELATED PARTIES**

Expenses for management and consulting services are reimbursed to an affiliated company. The total of such amount for 2003 was \$45,200.