



04002637

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

**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**

OMB APPROVAL
OMB Number: 3235-0123
Expires: October 31, 2004
Estimated average burden
hours per response..... 12.00

SEC FILE NUMBER
8-65946

RECEIVED
MAR - 2 2004
MAR 2 2004

REPORT FOR THE PERIOD BEGINNING 11/7/03 AND ENDING 12/31/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: DAS Financial Services, Inc

OFFICIAL USE ONLY
FIRM I.D. NO.

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

33 Rock Hill Road Suite 170
(No. and Street)

Bala Cynwyd
(City)

PA
(State)

19004
(Zip Code)

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

Alan S Cohn 610-668-9200

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Isdancer + Company, LLC Certified Public Accountants
(Name - if individual, state last, first, middle name)

3 Bala Plaza Suite 501 West
(Address)

Bala Cynwyd
(City)

PA
(State)

19004-3484
(Zip Code)

CHECK ONE:

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

PROCESSED

APR 02 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)

SM

OATH OR AFFIRMATION

I, Alan J Cohn, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of DAS Financial Services, Inc, as of December 31, 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:

NONE

COMMONWEALTH OF PENNSYLVANIA

NOTARIAL SEAL
MITCHELL E. BEDNOFF, Notary Public
Lower Merion Twp., Montgomery County
My Commission Expires December 10, 2007

[Signature]
Signature

President
Title

[Signature]
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.
- (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).

DAS FINANCIAL SERVICES, INC.

DECEMBER 31, 2003

THREE BALA PLAZA • SUITE 501 WEST • BALA CYNWYD • PENNSYLVANIA • 19004-3484

(610) 668-4200 • Fax (215) ISDANER • Fax (610) 667-4329 • Email: info@isdanerllc.com

Report of Independent Certified Public Accountants

Board of Directors
DAS Financial Services, Inc.

We have audited the accompanying balance sheet of DAS Financial Services, Inc. as of December 31, 2003, and the related statements of operations and accumulated deficit, and cash flows for the period from November 7, 2003 (inception of operations) through December 31, 2003. 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 DAS Financial Services, Inc. as of December 31, 2003 and the results of its operations and its cash flows for the period from November 7, 2003 (inception of operations) through December 31, 2003, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements, taken as a whole. The supplementary information on page 6 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 under the Securities and 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.

January 28, 2004



DAS FINANCIAL SERVICES, INC.

BALANCE SHEET

DECEMBER 31, 2003

ASSETS

Cash		\$31,243
Other assets		<u>336</u>
		<u>\$31,579</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Liabilities:			
Accounts payable			\$ 1,954
Stockholders' equity:			
Common stock - authorized, issued and outstanding, 1,000 shares without par value	\$44,500		
Accumulated deficit	<u>(14,875)</u>	<u>29,625</u>	
			<u>\$31,579</u>

The accompanying notes are an integral part of this statement.

DAS FINANCIAL SERVICES, INC.
STATEMENT OF OPERATIONS AND ACCUMULATED DEFICIT
PERIOD FROM NOVEMBER 7, 2003 (INCEPTION)
THROUGH DECEMBER 31, 2003

Revenue	<u>\$ -</u>
Operating expenses:	
Registration fees	9,355
Professional fees	3,337
Administrative	<u>2,183</u>
	<u>14,875</u>
Net loss	<u>(14,875)</u>
Accumulated deficit - end of period	<u><u>(\$14,875)</u></u>

The accompanying notes are an integral part of this statement.

DAS FINANCIAL SERVICES, INC.
STATEMENT OF CASH FLOWS
PERIOD FROM NOVEMBER 7, 2003 (INCEPTION)
THROUGH DECEMBER 31, 2003

Cash flows from operating activities:	
Net loss	(\$14,875)
Adjustments to reconcile net loss to net cash used in operating activities:	
Increase in other assets	(336)
Increase in accounts payable	<u>1,954</u>
Net cash used in operating activities	<u>(13,257)</u>
Cash flows from investing activities:	
Issuance of common stock	<u>44,500</u>
Net cash provided by investing activities	<u>44,500</u>
Net increase in cash	31,243
Cash at beginning of period	<u>-</u>
Cash at end of period	<u><u>\$31,243</u></u>

The accompanying notes are an integral part of this statement.

DAS FINANCIAL SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2003

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

Nature of Operations

DAS Financial Services, Inc. ("DAS") was formed to engage in the business of acting as a broker-dealer registered under the Securities Exchange Act of 1934.

Income Taxes

DAS has elected to be taxed as an S corporation under the Internal Revenue and Pennsylvania income tax codes. Under these provisions, DAS does not pay federal or Pennsylvania income taxes on its taxable income. DAS's income or loss is included in the income tax returns of the stockholders.

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 2 - NET CAPITAL REQUIREMENTS

DAS is subject to the Uniform Net Capital Rule (Rule 15c3-1) of the Securities Exchange Act of 1934 which requires the maintenance of minimum net capital. At December 31, 2003, DAS's "aggregate indebtedness" and "net capital" (as defined) were \$1,954 and \$29,289, respectively, and its aggregate indebtedness to net capital ratio was .07 to 1.0. "Net capital" exceeded required net capital by \$24,289 at that date. Rule 15c3-1 provides that equity capital may not be withdrawn if the resulting net capital of a broker-dealer would be less than the amount required under the Rule.

DAS had no accounts for customers. A calculation was not made of the reserve requirement under Rule 15c3-3 because DAS claims an exemption under Subsection (k)1.

DAS FINANCIAL SERVICES, INC.

SUPPLEMENTARY INFORMATION REQUIRED UNDER RULE 15c3-1

DECEMBER 31, 2003

NET CAPITAL

Total stockholders' equity	<u>\$29,625</u>
Total available capital	29,625
Less nonallowable assets:	
Other assets	<u>336</u>
Net capital	<u><u>\$29,289</u></u>

AGGREGATE INDEBTEDNESS

Accounts payable	<u>\$ 1,954</u>
Total aggregate indebtedness	<u><u>\$ 1,954</u></u>
Ratio of aggregate indebtedness to net capital	<u>7%</u>

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum net capital required	<u>\$ 130</u>
Required net capital	<u>\$ 5,000</u>
Excess net capital	<u>\$24,289</u>
Excess net capital at 1000%	<u><u>\$29,093</u></u>

RECONCILIATION WITH COMPANY'S COMPUTATION

(Included in Part II of Form X-17A-5 as of December 31, 2003)

Net capital as reported in Company's Form X-17A-5, Part II (unaudited)	<u>\$29,289</u>
Net capital per this report	<u><u>\$29,289</u></u>

Report of Independent Certified Public Accountants
on Internal Control Required by SEC Rule 17a-5

Board of Directors
DAS Financial Services, Inc.

In planning and performing our audit of the financial statements of DAS Financial Services, Inc. ("DAS") for the year ended December 31, 2003, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on 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 DAS, including tests of 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 for determining compliance with the exemptive provisions of rule 15c3-3. Because DAS does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by DAS in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons
2. Recordation of differences required by rule 17a-13
3. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System

The management of DAS is responsible for establishing and maintaining internal control 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 the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which DAS 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 or 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.

Our consideration of the internal control would not necessarily disclose all matters in 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 errors 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 internal control, including control activities 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 DAS's practices and procedures were adequate at December 31, 2003, to meet the SEC's objectives.

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

January 28, 2004

