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

SEC FILE NUMBER

8-38453

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:
Flexvest Securities Group, Inc.
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
7111 Cliffbrook Drive

OFFICIAL USE ONLY

FIRM I.D. NO.

(No. and Street)

Dallas

Texas

75254

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Mike Travis 972-404-0221

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

G. Daniel Bobst, CPA

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

MAR - 4 2004

1131 Rockingham Drive, Suite 212, Richardson, TX 75080-4354

(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 3 1 2004

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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)

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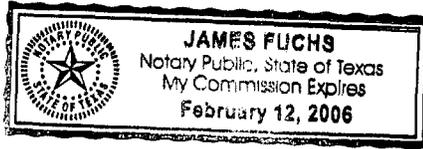
OATH OR AFFIRMATION

I, Mike Travis, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Flexvest Securities Group, Inc., 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:

Mike Travis
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).

Flexvest Securities Group, Inc.
Statements in support of X-17A-5

- h) Pursuant to Rule 15c3-3, a Reconciliation of the Audited Computation of Reserve Requirements and corresponding Unaudited Part I and Part IIA has not been prepared since no material differences exist.
- n) No material inadequacies were found to exist nor were any found to have existed since the date of the previous audit.

FLEXVEST SECURITIES GROUP, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2003

G. DANIEL BOBST
Certified Public Accountant

FLEXVEST SECURITIES GROUP, INC.
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December 31, 2003

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G. DANIEL BOBST, CPA

CERTIFIED PUBLIC ACCOUNTANT
1131 ROCKINGHAM DRIVE
SUITE 212
RICHARDSON, TEXAS 75080
972-907-1040

FAX: 972-907-0318

e-mail: danielbobst@yougotnet.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Flexvest Securities Group, Inc.
Dallas, Texas

I have audited the accompanying balance sheet of Flexvest Securities Group, Inc. as of December 31, 2003 and the related statements of income, retained earnings, cash flows and changes in stockholders' equity for the year then ended. These financial statements are the responsibility of the Company'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 of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Flexvest Securities Group, Inc. as of December 31, 2003 and the results of its operations and its cash flows for the year then ended, in conformity with generally accepted accounting principles.

February 10, 2004
Richardson, Texas

G. Daniel Bobst

FLEXVEST SECURITIES GROUP, INC.

Balance Sheet
December 31, 2003

ASSETS

CURRENT ASSETS

Cash	\$ 17,146
Clearing House Deposit	6,042
Accounts Receivable	1,879
Total Current Assets	<u>25,067</u>

FIXED ASSETS

Office Equipment	50,044
Telephone Equipment	5,413
Electronic Equipment	27,095
Leasehold Improvements	100,184
Accumulated Depreciation (Note E)	<u>-182,736</u>
Total Fixed Assets	<u>0</u>

Total Assets	<u>\$ 25,067</u>
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LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

Accounts Payable	\$ 12,617
Due to Shareholder	124
Dividend Payable	1,125
Total Current Liabilities	<u>13,866</u>

STOCKHOLDERS' EQUITY

Preferred Stock (Note B)	62,500
Common Stock (Note B)	107,459
Retained Earnings (Deficit)	<u>(158,758)</u>
Total Stockholders' Equity	<u>11,201</u>
Total Liabilities and Stockholders' Equity	<u>\$ 25,067</u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Statement of Income and Retained Earnings
For the year ended December 31, 2003

Commissions	\$	135,363
Other Income		
Advisory Fees		5,071
Total Revenue		<u>140,434</u>
Commissions paid		49,126
Gross profit		<u>91,308</u>
Operating expenses		122,326
Net Operating Income (Loss)		<u>(31,018)</u>
Net Income (Loss)		<u>(31,018)</u>
Retained Earnings (Deficit), Beginning of year		(129,782)
Plus: Prior year tax refund		6,417
Less: Dividends		(4,375)
Retained Earnings (Deficit), End of year	\$	<u><u>(158,758)</u></u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Statement of Changes in Stockholders' Equity
For the year ended December 31, 2003

Beginning Balance, January 1, 2003	\$ 7,678
Capital Contributions, net of Redemptions (Note B)	32,500
Dividends Paid & Payable	(4,375)
Prior year's tax refund	6,416
Net Income (Loss)	<u>(31,018)</u>
Ending Balance, December 31, 2003	<u>\$ 11,201</u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Statement of Cash Flows
For the year ended December 31, 2003

Operating activities:	\$ (31,145)
Investing activities:	
Increase in Clearing House Deposit	(33)
Financing activities:	
Capital contributed by shareholders	32,500
Redemption of Preferred Stock	
Dividends paid	(4,275)
Prior year's tax refund	<u>6,316</u>
Net increase in cash	3,363
Cash at beginning of year	<u>13,783</u>
Cash at end of year	<u>\$ 17,146</u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Operating Cash Flows (Indirect Method)
For the year ended December 31, 2003

Net income (loss)	\$ (31,018)
Change in operating assets and liabilities:	
Receivables	(1,366)
Payables	<u>1,239</u>
Net cash provided (consumed) by operating activities	\$ <u>(31,145)</u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Schedule of Operating Expenses
For the year ended December 31, 2003

Annual Fees	\$ 2,253
Automotive	1,800
Consulting Fees(Note C)	12,000
Contract Services	300
Contributions	100
Employee Benefits (Note C)	7,720
Insurance	577
Legal & Audit	29,002
Office and Admin. Expense	4,530
Office & Equipment Rent	7,200
Office & equipment maintenance	10,965
Salaries	20,812
Selling Expenses	6,873
State, Local & Payroll Taxes	3,991
Promotion	1,054
Subscriptions	6,639
Telephone	6,015
Travel	495
Total Operating Expense	<u>\$ 122,326</u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.
Computation of Net Capital
For the year ended December 31, 2003

Net ownership equity from Balance Sheet	\$ 11,201
Less: Ownership equity not allowed	<u>42</u>
Total qualified ownership equity	11,159
Less: Nonallowable assets from Balance Sheet (Note D)	<u>1,879</u>
Net Capital	<u><u>\$ 9,280</u></u>

See accompanying notes.

FLEXVEST SECURITIES GROUP, INC.

Notes to the Financial Statements

December 31, 2003

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Flexvest Securities Group, Inc. (the Company) is presented to assist in the understanding of the Company's financial statements. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Method of accounting - These financial statements are presented on the full accrual basis.

NOTE B - PREFERRED AND COMMON STOCK AND PAID IN CAPITAL

The Company issued 32,500 new shares of the its 12% Cumulative Preferred at its par value of \$1 per share during the year ended December 31, 2003 bringing the total outstanding preferred to \$62,500.

NOTE C - RELATED PARTY TRANSACTIONS

The Company paid the managing shareholder \$7,200 for the lease of office space and equipment, \$12,000 for consulting services, and approximately \$7,720 under a medical reimbursement plan.

NOTE D - CHANGE IN NET CAPITAL

Non-allowable assets include the following:

Accumulated interest on clearing deposit	42.00
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NOTE E - DEPRECIATION

During the year 2003, the Company purchased \$4,650 of office equipment which was expensed in accordance with long standing Company policies.

FLEXVEST SECURITIES GROUP, INC.
Notes to the Financial Statements
December 31, 2003

NOTE F - INFORMATION REQUIRED BY RULE 17a-5

There exist no material differences between audited Computation of Net Capital and the corresponding unaudited Part IIA of the Company's report to the National Association of Securities Dealers.

Flexvest Securities Group, Inc., as an introducing broker, clears all transactions with and for customers on a fully disclosed basis and is exempt from the reserve requirement computation of Rule 15c3-3 under the exemption provisions set forth in sub-paragraph (k)(2)(ii). Nothing was discovered during the audit of the company's records for the year ended December 31, 2003 that would preclude the company claiming exemption under the aforementioned sub-paragraph.

No material inadequacies were found to exist at Flexvest Securities Group, Inc.

Flexvest Securities Group, Inc. has no subordinated liabilities, and there were no changes from prior years in this area.

The Company's gross income for the year ended December 31, 2003 was less than \$500,000. Therefore, no separate report is deemed necessary under Rule 17a-5(e)(4).