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SEC  COMMISSION
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ANNUAL REPORT

FORM X-17A-5

PART III

OMB APPROVAL

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8-35141

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 January 1, 2003 AND ENDING December 31, 2003
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:
SWIFT ENERGY MARKETING COMPANY
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
16825 Northchase Drive, Suite 400

OFFICIAL USE ONLY

FIRM I.D. NO.

(No. and Street)

Houston

Texas

77060

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Linda Herring Hagerman **(281) 874-2733**
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Ernst & Young LLP

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

5 Houston Center, 1401 McKinney, Suite 1200

Houston

TX

77010-2007

(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

THOMSON FINANCIAL

FOR OFFICIAL USE ONLY

*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)

PS
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SWIFT ENERGY MARKETING COMPANY
FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES
AS OF DECEMBER 31, 2003
TOGETHER WITH AUDITORS' REPORT

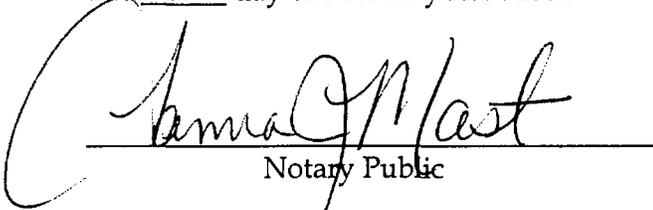
OATH OR AFFIRMATION

I, Linda Herring Hagerman, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statements and supporting schedules pertaining to the firm of Swift Energy Marketing Company, as of December 31, 2003, are true and correct. I further swear (or affirm) that neither the Company nor any principal officer or director has any proprietary interest in any account classified solely as that of a customer.


Signature

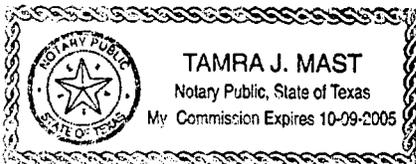
President
Title

Subscribed and sworn to before me
this 24th day of February A.D. 2004



Notary Public

My commission expires 10-9-05



This report contains (check all applicable items):

- x (a) Facing page
- x (b) Statement of Financial Condition
- x (c) Statement of Income
- x (d) Statement of Cash Flows
- x (e) Statement of Changes in Shareholder's Equity or Partners' or Sole Proprietor's Capital
- (1) (f) Statement of Changes in Liabilities Subordinated to Claims of General Creditors
- x (g) Computation of Net Capital
- N/A (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3
- N/A (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3
- N/A (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
- N/A (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation
- x (l) An Oath or Affirmation
- N/A (m) A copy of the SIPC Supplemental Report
- N/A (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit
- x (o) Independent Auditors' Supplementary Report on Internal Control

(1) See Schedule I page 2 of 2.

REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

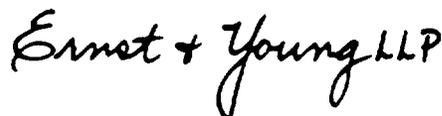
To the Board of Directors and
Shareholder of Swift Energy Marketing Company:

We have audited the accompanying statement of financial condition of Swift Energy Marketing Company (a Texas corporation) as of December 31, 2003, and the related statements of income, changes in shareholder's equity and cash flows for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements and the schedules referred to below are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements and schedules based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States. 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 Swift Energy Marketing 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.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I and II 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 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.



Houston, Texas
February 25, 2004

SWIFT ENERGY MARKETING COMPANY

STATEMENT OF FINANCIAL CONDITION

DECEMBER 31, 2003

ASSETS

CASH AND CASH EQUIVALENTS	\$	12,495
ACCOUNTS RECEIVABLE		--
COMPUTER SOFTWARE, EQUIPMENT AND OTHER ASSETS, Net of accumulated depreciation and amortization of \$358,860		--

Total assets	\$	12,495
		=====

LIABILITIES AND SHAREHOLDER'S EQUITY

LIABILITIES:

Accounts payable and accrued liabilities	\$	--
Accounts payable to Swift Energy Company		--

Total liabilities		--

SUBORDINATED NOTES PAYABLE TO SWIFT ENERGY COMPANY		3,300,000
---	--	-----------

SHAREHOLDER'S EQUITY:

Common stock, \$1 par value, 1,000 shares authorized, issued and outstanding		1,000
Additional paid-in capital		7,137,829
Retained earnings (deficit)		(10,426,334)

Total shareholder's equity		(3,287,505)

Total liabilities and shareholder's equity	\$	12,495
		=====

See accompanying notes

SWIFT ENERGY MARKETING COMPANY

STATEMENT OF INCOME (LOSS)

FOR THE YEAR ENDED DECEMBER 31, 2003

REVENUES:

Commissions	\$	--

Total revenues		--
		=====

EXPENSES:

Selling, general and administrative		8,686
Interest		268,500

Total expenses		277,186

NET LOSS	\$	(277,186)
		=====

See accompanying notes

SWIFT ENERGY MARKETING COMPANY
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2003

	Common Stock		Additional Paid-In Capital	Retained Deficit
	Shares	Par Value		
	-----	-----	-----	-----
BALANCE, January 1, 2003	1,000	\$1,000	\$6,869,329	\$(10,149,148)
Capital contributions from Swift Energy Company (Note 2)	--	--	268,500	--
Net loss	--	--	--	(277,186)
	-----	-----	-----	-----
BALANCE, December 31, 2003	1,000	\$1,000	\$7,137,829	\$(10,426,334)
	=====	=====	=====	=====

See accompanying notes

SWIFT ENERGY MARKETING COMPANY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2003

CASH FLOWS FROM OPERATING ACTIVITIES:

Net loss	\$ (277,186)
Adjustments to reconcile net loss to net cash used in operating activities:	
Non-cash interest expense	268,500

Net cash used in operating activities	(8,686)

CASH FLOWS FROM FINANCING ACTIVITIES:

Capital contributions from Swift Energy Company	--

NET DECREASE IN CASH AND CASH EQUIVALENTS (8,686)

CASH AND CASH EQUIVALENTS, beginning of year 21,181

CASH AND CASH EQUIVALENTS, end of year \$ 12,495

See accompanying notes

SWIFT ENERGY MARKETING COMPANY

NOTES TO FINANCIAL STATEMENTS

December 31, 2003

1. ORGANIZATION

Swift Energy Marketing Company (the "Company") is a Texas corporation and a wholly owned subsidiary of Swift Energy Company (a Texas corporation). The Company acts as dealer-manager for oil and gas limited partnership offerings sponsored by Swift Energy Company.

The Company is a broker/dealer registered with the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934. The Company operates pursuant to the exemptive provisions of section (k)(2)(i) of the Securities and Exchange Commission's Rule 15c3-3 and does not hold customer funds or securities. The Company is a member of the National Association of Securities Dealers and is registered as a securities dealer with the Securities Board of Texas and various other states.

The Company is dependent upon Swift Energy Company for all of its revenues. Swift Energy Company is also the principal financing entity for the Company. The operations of the Company are significantly affected by the level of investor subscriptions for the oil and gas limited partnership offerings sponsored by Swift Energy Company. In 2003, Swift Energy Company did not sponsor any oil and gas limited partnerships, therefore, there were no investor subscriptions. Swift Energy Company is currently evaluating the economic benefit of continuing to maintain the Company's broker-dealer license. However, no decision has been made to date to terminate its broker-dealer license. Swift Energy Company has committed to provide additional financing to the Company to the extent such financing is required to continue operations and meet regulatory capital requirements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of 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 estimates.

Income Taxes

The Company follows the liability method to account for income taxes. Under this method deferred taxes are determined based on the estimated future tax effects of differences between the financial statement and tax basis of assets and liabilities given the provisions of enacted tax laws. The Company files a consolidated federal income tax return with its sole shareholder, Swift Energy Company, where the Company's tax assets are recorded. Pursuant to the requirements of the Securities and Exchange Commission for registered broker/dealers, the Company computes its provision for income taxes on a standalone basis. The Company has historically had significant net operating losses and incurred a loss in the current year. Accordingly, the Company has not recorded a tax benefit.

Depreciation and Amortization

Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets which range from three to five years. All depreciable assets were fully depreciated as of December 31, 1997.

Cash Flow Information

Cash and cash equivalents include cash and all highly liquid short-term time deposits held in banks. Non-cash financing activities include a capital contribution from Swift Energy Company of \$268,500, representing a non-cash settlement of interest payable on the Company's subordinated notes payable.

3. SUBORDINATED NOTES PAYABLE TO SWIFT ENERGY COMPANY

The Company's notes payable consist of subordinated notes payable to Swift Energy Company. These notes are unsecured and are subordinated to claims of general creditors. In 2003, the board of directors extended the maturity dates on four of the subordinated notes, totaling \$700,000, from 2004 to 2007. The notes bear interest at rates ranging from 7 percent to 9 percent. The principal amounts of the notes mature at various dates between August 2005 and December 2007 as follows:

<u>Year</u>	<u>Principal Due</u>
2005	\$ 500,000
2006	2,100,000
2007	<u>700,000</u>
Total	<u>\$3,300,000</u>

The subordinated notes have been approved by the National Association of Securities Dealers as satisfactory subordination agreements and have been included as a component in computing the Company's net capital (See Note 4). To the extent that such borrowings are required for the Company's continued compliance with minimum net capital requirements, they may not be repaid.

4. NET CAPITAL REQUIREMENTS

In accordance with regulations of the Securities and Exchange Commission, the Company must maintain minimum net capital, as defined, and a ratio of aggregate indebtedness to net capital that does not exceed 15 to one, as defined. At December 31, 2003, the Company had net capital of \$12,495, which was \$7,495 in excess of its required net capital of \$5,000. The Company's aggregate indebtedness to net capital ratio was 0.0 to one at December 31, 2003.

5. RELATED PARTY TRANSACTIONS

During 2003, all office administration and personnel cost of the Company were paid by Swift Energy Company.

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash and cash equivalents and subordinated notes payable. The carrying amounts of cash and cash equivalents approximate fair value due to the highly liquid nature of the short-term instruments. It is not practicable to estimate the fair value of the subordinated notes payable (See Note 3) because a comparable market value cannot be reasonably estimated. These notes are payable to Swift Energy Company and to the extent that such borrowings are needed for equity purposes, they may not be repaid.

SWIFT ENERGY MARKETING COMPANY
Supplementary Information Required Under Rule 17a-5 of the
Securities and Exchange Commission

As of December 31, 2003

NET CAPITAL

Total shareholder's equity (deficit)	\$ (3,287,505)
Deduct shareholder's equity not allowable for net capital	--

Total shareholder's equity (deficit) qualified for net capital	(3,287,505)
Add:	
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital	3,300,000
B. Other (deductions) or allowable credits	--

Total capital and allowable subordinated liabilities	12,495
Deductions and/or charges:	
A. Non-allowable assets	
Accounts receivable	--
Computer equipment and other assets, net	--
B. Secured demand note deficiency	--
C. Commodity futures contracts and spot commodities-proprietary capital charges	--
D. Other deductions and/or charges	--

Net capital before haircuts on securities positions	12,495
Haircuts on securities (computed, where applicable, pursuant to rule 15c3-1(f)):	
A. Contractual securities commitments	--
B. Deficit in securities collateralizing secured demand notes	--
C. Trading and investment securities	
1. Exempted securities	--
2. Debt securities	--
3. Options	--
4. Other securities	--
D. Undue concentrations	--
E. Other	--

Net capital	\$ 12,495

=====
(continued)

SWIFT ENERGY MARKETING COMPANY
Supplementary Information Required Under Rule 17a-5 of the
Securities and Exchange Commission

As of December 31, 2003

AGGREGATE INDEBTEDNESS

Items included in statement of financial condition		
Accounts payable and accrued liabilities	\$	--
Items not included in statement of financial condition		
Market value of securities borrowed for which no equivalent value is paid or credited		--
Other unrecorded amounts		--

		--
Less adjustment based on special reserve bank accounts		--

		--
Total aggregate indebtedness	\$	--
		=====
Ratio: Aggregate indebtedness to net capital		0.0 to 1
		=====

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum net capital required	\$	5,000
		=====
Net capital from page 1	\$	12,495
		=====
Net capital in excess of minimum	\$	7,495
		=====

There were no material differences between the audited Computation of Net Capital included in this report and the corresponding schedule included in the Company's unaudited December 31, 2003 Part IIA FOCUS filing.

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS, for the year ended December 31, 2003

Balance, beginning of year	\$	3,300,000
Increases		--
Decreases		--

Balance, end of year	\$	3,300,000
		=====

SWIFT ENERGY MARKETING COMPANY

Statement Regarding Rule 15c3-3

December 31, 2003

The Company is exempt from Rule 15c3-3 of the Securities and Exchange Commission under paragraph (k)(2)(i) of that Rule.

INDEPENDENT PUBLIC ACCOUNTANTS' SUPPLEMENTARY

REPORT ON INTERNAL ACCOUNTING CONTROL

Board of Directors and
Shareholder of Swift Energy Marketing Company:

In planning and performing our audit of the financial statements and supplemental schedules of Swift Energy Marketing Company (the "Company"), for the year ended December 31, 2003, we considered its internal control, including control activities for safeguarding securities, to determine our auditing procedures for the purpose of expressing our opinion on the consolidated 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 the Company, including tests of compliance with such practices and procedures that we considered relevant to the criteria stated in rule 17a-5(g), in the following:

1. 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)
2. Making the quarterly securities examinations, counts, verifications, and comparisons, and the 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
4. Obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customers as required by rule 15c3-3

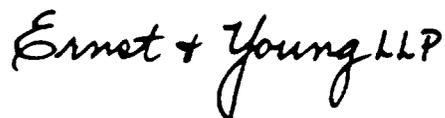
The management of the Company is responsible for establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal 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 criteria. 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 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 the preparation of financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional criteria 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 internal control to future periods is subject to the risk that internal control may become inadequate because of changes in conditions, or that the effectiveness of its design and operation may deteriorate.

Our consideration of 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 one or more 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, and its operation that we consider to be material weaknesses as defined above.

We understand that practices and procedures that meet the criteria 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 meet such criteria 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 December 31, 2003, to meet the SEC's criteria.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, the National Association of Securities Dealers, Inc., and other regulatory agencies that 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.



Houston, Texas
February 25, 2004