

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

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: W.H. Mell Associates, Inc.  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
450 Springfield Ave.

OFFICIAL USE ONLY  
FIRM I.D. NO.

(No. and Street)  
Summit, NJ 07901  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
S. Bradley Mell (908)-273-455037  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
Sobel & Co., LLC

(Name - if individual, state last, first, middle name)  
293 Eisenhower Parkway, Suite 290 Livingston, NJ 07039  
(Address) (City) (State) (Zip Code)

**CHECK ONE:**

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

PROCESSED  
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FOR OFFICIAL USE ONLY  
THOMSON FINANCIAL

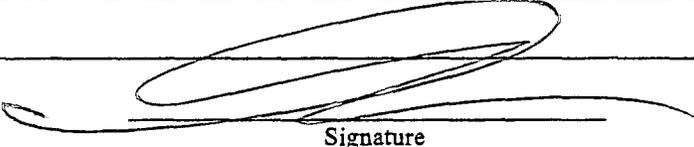
\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

DP 3-11

OATH OR AFFIRMATION

I, S. Bradley Mell, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of W.H. Mell Associates, Inc., as of December 31, 2003, 20\_\_\_\_, 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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_



Signature

President

Title

Diane M. Fredricks  
Notary Public

**DIANE M FREDRICKS**  
**NOTARY PUBLIC OF NEW JERSEY**  
**My Commission Expires September 24, 2008**

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).

**W.H. MELL ASSOCIATES, INC.**  
**STATEMENTS OF FINANCIAL CONDITION**

	December 31,	
	2003	2002
<b>ASSETS</b>		
Cash and cash equivalents	\$ 937,769	\$ 896,121
Deposit with clearing broker	100,000	100,000
Securities owned - trading	19,512,534	6,332,369
Securities owned - investment	1,036,000	-
Interest receivable	481,576	132,723
Fixed assets, net of accumulated depreciation	122,622	65,324
Security deposits	2,900	2,900
Other assets	55,832	38,288
	<b>\$ 22,249,233</b>	<b>\$ 7,567,725</b>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**LIABILITIES:**

Payable to clearing broker	\$ 18,007,722	\$ 4,649,010
Notes payable – employees	250,000	250,000
Interest payable	1,203	3,093
Accounts payable and other accrued expenses	715,891	475,997
Total Liabilities	18,974,816	5,378,100

**COMMITMENTS**

**STOCKHOLDER'S EQUITY:**

Common stock - no par value; authorized 2,500 shares, issued and outstanding 1,200 shares	898,211	898,211
Retained earnings	2,376,206	1,291,414
Total Stockholder's Equity	3,274,417	2,189,625
	<b>\$ 22,249,233</b>	<b>\$ 7,567,725</b>