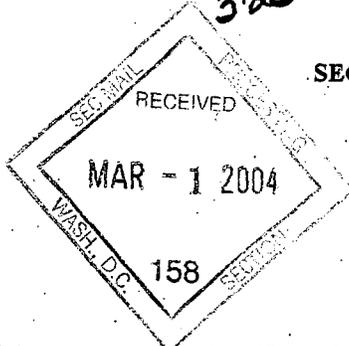


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SECUR. 04017480 MISSION
Washington, D.C. 20547

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

SEC FILE NUMBER
8- 21770

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 1/01/03 AND ENDING 12/31/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: FSC Securities Corporation

OFFICIAL USE ONLY
FIRM I.D. NO.

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

2300 Windy Ridge Parkway, Suite 1100

Atlanta Georgia 30339
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Daniel O. Williams (770) 916-6550
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Pricewaterhouse Coopers

10 Tenth, Suite 1400 Atlanta Georgia 30303
(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 29 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 3/25

OATH OR AFFIRMATION

I, Daniel O. Williams, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of FSC Securities Corporation, 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:

N/A

[Handwritten Signature]

Signature

Controller and Vice President

Title

Judith R. Embry
Notary Public
Cobb County GA
June 17, 2006

[Handwritten 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.
X (o) Independent Auditors Report on Internal Control

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

FSC Securities Corporation

An indirect wholly-owned subsidiary of American International Group, Inc.

Statement of Financial Condition

December 31, 2003

(in thousands of dollars, except share amounts)

Assets

Cash and cash equivalents	\$	12,115
Cash segregated under federal and other regulations		1,240
Deposits with clearing organizations and others		130
Receivables from broker dealers and clearing organizations		5,426
Securities owned, at market value		210
Security pledged to insurance company		1,088
Notes and accounts receivable from registered representatives		730
Furniture equipment, leasehold improvements and software, at cost, less accumulated depreciation and amortization of \$91		4
Deferred taxes		6,679
Prepaid expenses and other assets		729
Total assets	\$	<u>28,351</u>

Liabilities and Stockholder's Equity

Commissions payable	\$	7,350
Accounts payable and accrued expenses		2,275
Payables to broker dealers and clearing organizations		416
Securities sold, not yet purchased, at market value		35
Payables to affiliates, net		4,199
Income taxes payable to parent		2,777
Other liabilities		11
Total liabilities		<u>17,063</u>

Commitments and contingencies (Note 9)

Stockholder's equity

Common stock - \$10 par value; 1,000 shares authorized; 1,000 shares issued and outstanding		10
Additional paid-in capital		1,040
Retained earnings		10,238
Total stockholder's equity		<u>11,288</u>
Total liabilities and stockholder's equity	\$	<u>28,351</u>

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