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SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20540

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MA 3/2004

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

SEC FILE NUMBER  
8- 51612

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: AURUM CAPITAL, LLC

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

ONE ATLANTIC STREET, 4TH FLOOR

(No. and Street)

STAMFORD

CT

06901

(City)

(State)

(Zip Code)

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

LUCIANO NICASIO

1-203-358-9021x210

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

SOLOMON AND NISLOW, P.A.

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

1 N. CHARLES ST., STE. 1100

BALTIMORE

MD

21201

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

**PROCESSED**  
**APR 07 2004**

FOR OFFICIAL USE ONLY  
THOMSON FINANCIAL

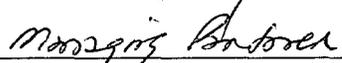
\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, LUCIANO NICASIO, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of AURUM CAPITAL, LLC, 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:

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

DIANE M. HEINZE  
NOTARY PUBLIC  
MY COMMISSION EXPIRES 2-28-05

  
\_\_\_\_\_  
Signature  
  
\_\_\_\_\_  
Title

  
\_\_\_\_\_  
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 150-3.
- (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 SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist since the date of the previous audit.
- (o) Independent Auditor's Report on Internal Control required by SEC Rule 17a-5.

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

A report containing a statement of financial condition has been included: accordingly it is requested that this report be given confidential treatment.

AURUM CAPITAL, LLC  
STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2003

## CONTENTS

	Page
Independent auditor's report	3
Financial statements	
Statement of financial condition	4
Notes to statement of financial condition	5-6

**SOLOMON AND NISLOW, P.A.**

**CERTIFIED PUBLIC ACCOUNTANTS**

**BALTIMORE, MARYLAND**

**(410) 727-2717**

**MEMBER**

**AMERICAN INSTITUTE OF CERTIFIED  
PUBLIC ACCOUNTANTS**

**MEMBER**

**MARYLAND ASSOCIATION OF CERTIFIED  
PUBLIC ACCOUNTANTS**

**INDEPENDENT AUDITORS' REPORT**

The Members  
Aurum Capital, LLC  
Stamford, Connecticut

We have audited the accompanying statement of financial condition of Aurum Capital, LLC as of December 31, 2003. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with 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 statement of financial condition is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statement of financial condition. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement of financial condition presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying statement of financial condition has been prepared assuming that the Company will continue as a going concern. As discussed in Note 2 to the statement of financial condition, the Company has sustained operating losses and negative cash flows since inception. In the absence of achieving profitable operations and positive cash flows from operations or obtaining equity financing, the Company may have difficulty meeting current obligations or maintaining required minimum regulatory capital. These conditions raise substantial doubt about the Company's ability to continue as a going concern. The statement of financial condition does not include any adjustments that might result from the outcome of these uncertainties.

In our opinion, the statement of financial condition referred to above presents fairly, in all material respects, the financial position of Aurum Capital, LLC as of December 31, 2003, in conformity with accounting principles accepted in the United States of America.

*Solomon and Nislow, PA.*

Baltimore, Maryland  
March 18, 2004

Aurum Capital, LLC  
Statement of Financial Condition  
December 31, 2003

Assets

Current assets	
Cash	\$ <u>7,301</u>
Total Current Assets	\$ <u>7,301</u>

Liabilities and Members' Equity

Members' equity	\$ <u>7,301</u>
Total liabilities and member's equity	\$ <u>7,301</u>

See accompanying notes.

Aurum Capital  
Notes to Statement of Financial Condition  
December 31, 2003

Note 1 - Summary of Significant Accounting Policies

Organization and Background

Aurum Capital, LLC (the "Company") is a broker-dealer whose membership in the National Association of Securities Dealers, Inc. became effective April 17, 2000. The Company assists middle market and development stage companies in raising capital through the private placement of securities.

Government and Other Regulations

The Company is subject to significant regulation by various governmental agencies and self-regulatory organizations. Such regulation includes, among other things, periodic examinations by these regulatory bodies to determine whether the Company is conducting its operations in accordance with the applicable requirements of these organizations.

Income Taxes

The Company is not subject to income taxes as the income or loss is includable in the tax returns of the members.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 - Going Concern

The accompanying statement of financial condition has been prepared in conformity with accounting principles generally accepted in the United States of America, which contemplate continuation of the Company as a going concern. The Company has incurred operating losses and negative cash flows from operations since inception.

Aurum Capital  
Notes to Statement of Financial Condition  
December 31, 2003

Note 2 - Going Concern (Continued)

The Company's ability to continue as a going concern is dependent upon achieving profitable operations and positive cash flow from operations or obtaining equity or debt financing. The conditions raise substantial doubt about the Company's ability to continue as a going concern.

To date management has made a strategic decision to narrowly define its business activity to private placements for portfolio companies. The financing needs of these companies have been limited, resulting in limited activity in the Company. In 2004, management expects to activate other business areas in conjunction with strategic partners, which will require additional capital resources to generate profitable cash flow from operations. The statement of financial condition does not include any adjustments that might result from the outcome of these uncertainties.

Note 3 - Related Party Transactions

The Company receives management and administrative services, including the use of the Company's office facility and equipment, from an entity affiliated by virtue of common ownership. In this regard, the affiliate incurs operating expenses and provides facilities for the Company in consideration of a fee.

Note 4 - Net Capital Requirements

As a registered broker-dealer, the Company is subject to the Uniform Net Capital Rule of the Securities and Exchange Commission, which requires that "Net Capital", as defined, shall be at least the greater of \$5,000.00 or one-fifteenth of "Aggregate Indebtedness", as defined. At December 31, 2003, the Partner's "Net Capital" was \$7,301, which exceeded requirements by \$2,301, and the ratio of "Aggregate Indebtedness" to "Net Capital" was 0.00 to 1.