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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**

FEB 24 2005

SECTION 17A-5 D.C. 185

REPORT FOR THE PERIOD BEGINNING 01/01/04 AND ENDING 12/31/04  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: **Delta Trust Investments, Inc.**

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

11700 Cantrell Road

(No. and Street)

Little Rock

Arkansas

72212

(City)

(State)

(Zip Code)

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

Dianne Taylor

(501) 907-2295

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

BKD, LLP

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

400 West Capitol, Suite 2500

Little Rock

Arkansas

72201

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

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MAR 11 2005

THOMSON  
FINANCIAL

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\*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)

SEC 1410 (06-02)

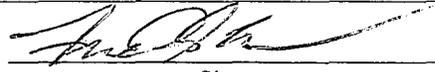
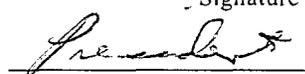
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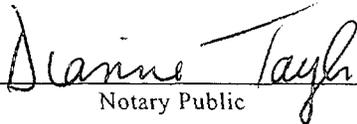
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OATH OR AFFIRMATION

I, Fred Eason, President, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Delta Trust Investments, Inc., as of December 31, 2004, 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  
  
Title

  
Notary Public 4-1-04

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).

**Delta Trust Investments, Inc.**  
December 31, 2004 and 2003

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## Independent Accountants' Report

Board of Directors  
Delta Trust Investments, Inc.  
Little Rock, Arkansas

We have audited the accompanying statements of financial condition of Delta Trust Investments, Inc. (a wholly-owned subsidiary of Delta Trust and Bank) as of December 31, 2004 and 2003. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 audits provide 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 Delta Trust Investments, Inc. as of December 31, 2004 and 2003, in conformity with accounting principles generally accepted in the United States of America.

BKD, LLP

Little Rock, Arkansas  
January 21, 2005

**Delta Trust Investments, Inc.**  
**Statements of Financial Condition**  
**December 31, 2004 and 2003**

**Assets**

	2004	2003
Cash	\$ 8,608	\$ 20,930
Deposits with clearing organizations (cash of \$599 and \$1,081 and securities with a market value of \$774,171 and \$753,995, for 2004 and 2003, respectively)	774,770	755,076
Other receivables	321,892	37,301
Furniture and equipment, at cost, less accumulated depreciation of \$44,149 and \$53,844 for 2004 and 2003, respectively	44,430	68,306
Other assets	37,670	42,377
Total assets	\$ 1,187,370	\$ 923,990

**Liabilities and Stockholder's Equity**

Payable to clearing organization	\$ —	\$ 6,360
Accounts payable and accrued expenses	155,911	40,040
Income taxes payable to affiliate	73,272	29,652
Deferred income taxes	13,510	11,011
Total liabilities	242,693	87,063
Stockholder's equity		
Common stock, \$1 par value; authorized 10,000 shares; issued and outstanding 5,000 shares	5,000	5,000
Additional paid-in capital	1,175,500	1,160,320
Retained earnings (deficit)	(235,823)	(328,393)
Total stockholder's equity	944,677	836,927
Total liabilities and stockholder's equity	\$ 1,187,370	\$ 923,990

**Delta Trust Investments, Inc.**  
**Notes to Financial Statements**  
**December 31, 2004 and 2003**

**Note 1: Nature of Operations and Summary of Significant Accounting Policies**

***Nature of Operations***

The Company (a wholly-owned subsidiary of Delta Trust & Bank, which is a wholly-owned subsidiary of Delta Trust and Banking Corporation (the Corporation)) is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). The Company earns its revenue primarily from the sale of equities, mutual funds and bonds to individuals.

The Company conducts its business primarily in the state of Arkansas and is subject to competition from other securities dealers. The Company is also subject to the regulation of certain federal and state agencies and undergoes periodic examinations by those regulatory authorities.

The Company clears all transactions on behalf of customers on a fully disclosed basis with a clearing broker-dealer and promptly transmits all customer funds and securities to the clearing broker-dealer. The clearing broker-dealer carries all of the accounts of the customers and maintains and preserves all related books and records as are customarily kept by a clearing broker-dealer.

***Use of Estimates***

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.

***Cash Equivalents***

Cash and securities segregated under federal and other regulations are not considered as a cash equivalent for purposes of the statement of cash flows because such assets would be segregated for the benefit of customers only. At December 31, 2004 and 2003, no amounts were required to be segregated pursuant to federal and other regulations.

**Delta Trust Investments, Inc.**  
**Notes to Financial Statements**  
**December 31, 2004 and 2003**

***Off-Balance-Sheet Risk***

The Company's customer securities transactions are introduced on a fully disclosed basis with its clearing broker-dealer. The clearing broker-dealer carries all of the accounts of the customers of the Company and is responsible for the execution, collection, and payment of funds and receipt and delivery of securities relative to customer transactions. Off-balance-sheet risk exists with respect to these transactions due to the possibility that the customers may be unable to fulfill their contractual commitments, wherein the clearing broker-dealer may charge any losses it incurs to the Company. The Company seeks to minimize this risk through procedures designed to monitor the creditworthiness of its customers and procedures to ensure that customer transactions are executed properly by the clearing broker-dealer.

***Significant Accounting Policies***

Commission revenue and related expenses are recorded on a trade date basis.

***Premises and Equipment***

Depreciable assets are stated at cost less accumulated depreciation. Depreciation is charged to expense using the straight-line method over the estimated useful lives of the assets.

***Income Taxes***

The Company participates in the filing of a consolidated income tax return with its parent company, Delta Trust and Bank, and its parent Delta Trust and Banking Corporation and other affiliated companies. Each member's tax is computed on a separate return basis.

Deferred tax assets and liabilities are recognized for the tax effects of differences between the financial statement and tax bases of assets and liabilities. A valuation allowance is established to reduce deferred tax assets if it is more likely than not that a deferred tax asset will not be realized.

***Employee Benefit Plans***

At December 31, 2004, the Company has a stock-based employee compensation plan. The plan is a fixed option plan under which the Corporation may grant options to acquire shares of its common stock to selected employees of the Company. The Company accounts for this plan under the recognition and measurement principles of APB Opinion No.25, *Accounting for Stock Issued to Employees*, and related Interpretations.

**Delta Trust Investments, Inc.**  
**Notes to Financial Statements**  
**December 31, 2004 and 2003**

**Note 2: Deferred Income Taxes**

The tax effects of temporary differences related to deferred taxes shown on the balance sheets were:

	<b>2004</b>	<b>2003</b>
Deferred tax assets		
Contributions	\$ <u>0</u>	\$ <u>34</u>
Deferred tax liabilities		
Accumulated depreciation	4,653	10,799
Section 481(a) adjustment	<u>—</u>	<u>246</u>
Prepaid assets	<u>8,857</u>	<u>—</u>
	<u>13,510</u>	<u>11,045</u>
Net deferred tax liability	\$ <u>(13,510)</u>	\$ <u>(11,011)</u>

**Note 3: Net Capital Requirements**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At December 31, 2004 and 2003, the Company had:

	<b>2004</b>	<b>2003</b>
Net capital	\$ 525,202	\$ 673,863
Required net capital	<u>250,000</u>	<u>250,000</u>
Excess net capital	<u>\$ 275,202</u>	<u>\$ 423,863</u>
Ratio of aggregate indebtedness to net capital	<u>.44 to 1</u>	<u>.13 to 1</u>