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**ANNUAL AUDITED REPORT**

**FORM X-17A-5**

JAN 26 2005

**PART III**

**DIVISION OF MARKET REGULATION**

SEC FILE NUMBER
8- 044444

**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 01/01/04 AND ENDING 12/31/04  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

**NAME OF BROKER-DEALER:**  
RENAISSANCE CAPITAL INVESTMENTS, INC.

OFFICIAL USE ONLY
FIRM I.D. NO.

**ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)**  
# 2 GREENWICH PLAZA

(No. and Street)  
GREENWICH CT 06830  
(City) (State) (Zip Code)

**NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT**  
 William K Smith (203) 622-2978  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

A.L. WELLEN & CO. LLP CPA'S

(Name - if individual, state last, first, middle name)  
 880 BERGEN AVENUE SUITE # 801 JERSEY CITY, NJ 07306  
(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 11 2005  
 MISSION FINANCIAL

<b>FOR OFFICIAL USE ONLY</b>
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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)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, WILLIAM K. SMITH, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of RENAISSANCE CAPITAL INVESTMENTS, INC. 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

PRESIDENT Title

Notary Public

REGINA M. LUPO NOTARY PUBLIC MY COMMISSION EXPIRES 9/30/2009

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).

RENAISSANCE CAPITAL INVESTMENTS, INC.  
#2 GREENWICH PLAZA  
GREENWICH, CT. 06830  
AS AT DECEMBER 31, 2004

A.L. Wellen & Co.  
Certified Public Accountants

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RENAISSANCE CAPITAL INVESTMENTS, INC.  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

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A.L. Wellen & Co.  
Certified Public Accountants

**A.L. Wellen & Co. LLP**  
**Certified Public Accountant**  
**880 Bergen Avenue Suite # 801**  
**Jersey City, NJ 07306-4310**

**Phone: (201) 653-2181**  
**Fax: (201) 653-7266**

Independent Auditor's Report

Renaissance Capital Investments, Inc.  
#2 Greenwich Plaza  
Greenwich, CT 06830

We have audited the accompanying statement of financial condition of Renaissance Capital Investments, Inc. as of December 31, 2004, and the related statements of income, statement of cash flows, changes in stockholders' equity, and changes in liabilities subordinated to claims of general creditors for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. 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 audit.

We conducted our audit in accordance with generally accepted auditing 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 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 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 Renaissance Capital Investments, Inc. as of December 31, 2004, and the results of their operations and their cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information contained 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 of the Securities and Exchange Commission. 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.

*A.L. Wellen & Co. LLP*  
A.L. Wellen & Co. LLP  
Certified Public Accountants

Jersey City, New Jersey  
January 22, 2005

RENAISSANCE CAPITAL INVESTMENTS, INC.

STATEMENT OF FINANCIAL CONDITION

DECEMBER 31, 2004

ASSETS

Cash & Cash Equivalents	\$ 135,000
Due from parent	<u>75,363</u>
TOTAL ASSETS	<u>\$ 210,363</u>

LIABILITIES & SHAREHOLDER'S EQUITY

CURRENT LIABILITIES

TOTAL LIABILITIES	NONE
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SHAREHOLDER EQUITY

Capital Stock- Common \$.01 par value	
1,000 shares authorized 136 shares issued	\$ 1
Retained Earnings	<u>210,362</u>
TOTAL SHAREHOLDER'S EQUITY	<u>210,363</u>
TOTAL LIABILITIES & SHAREHOLDER'S EQUITY	<u>\$ 210,363</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

RENAISSANCE CAPITAL INVESTMENTS, INC.  
INCOME STATEMENT  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

INCOME

Commissions and Fees	\$ 47,281
Interest and Dividend Income	<u>934</u>
<b>TOTAL INCOME</b>	<b>\$ 48,215</b>

EXPENSES

Administration fee expense – Parent	\$ 38,050
Bank service charge	<u>127</u>
<b>TOTAL EXPENSES</b>	<b><u>38,177</u></b>
Net Profit for the period before taxes	\$ 10,038
State Corporate tax	<u>38</u>
<b>Net Profit For The Period</b>	<b><u>\$ 10,000</u></b>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

RENAISSANCE CAPITAL INVESTMENTS, INC.  
STATEMENT OF CASH FLOWS  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Profit	\$ 10,000
Adjustments to reconcile net income to net cash provided by operating activities:	
Decrease in due to from Parent	<u>\$ 25,000</u>
 TOTAL ADJUSTMENTS	 <u>25,000</u>
Net Cash Provided by Operating Activities	\$ 35,000
 Cash and cash equivalents January 1, 2004	 <u>100,000</u>
 Cash and cash equivalents December 31, 2004	 <u>\$ 135,000</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

RENAISSANCE CAPITAL INVESTMENTS, INC.  
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

COMMON STOCK

Total January 1, 2004	\$ 1
Changes for the period- January 1, 2004 To December 31, 2004	<u>None</u>

TOTAL COMMON STOCK – DECEMBER 31, 2004	<u>\$ 1</u>
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RETAINED EARNINGS

Total January 1, 2004	\$ 200,362
Net profit for the period January 1, 2004 to December 31, 2004	<u>10,000</u>

TOTAL RETAINED EARNINGS December 31, 2004	<u>\$ 210,362</u>
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THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

-5-

A.L. Wellen & Co.  
Certified Public Accountants

RENAISSANCE CAPITAL INVESTMENTS, INC.  
STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

Total January 1, 2004	none
Changes for the period – January 1, 2004 to December 31, 2004	<u>none</u>
<b>TOTAL SUBORDINATED LIABILITIES – December 31, 2004</b>	<u>none</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART  
OF THESE FINANCIAL STATEMENTS

RENAISSANCE CAPITAL INVESTMENTS INC.  
NOTES TO FINANCIAL STATEMENTS  
TWELVE MONTHS ENDED DECEMBER 31, 2004

GENERAL INFORMATION

Renaissance Capital Investments, Inc is a corporation organized under the laws of the state of Delaware. It's principal form of revenue are fees from customers buying and selling securities.

The firm is a registered broker / dealer in securities under the Securities & Exchange Act of 1934 and are members of The National Association of Securities Dealers and the Securities Investor Protection Corporation.

At December 31, 2004 the firms' aggregate indebtedness and net capital were \$ -0- and \$ 132,400 respectively a ratio of -0- to one. The minimum net capital was \$ 100,000. A copy of the firm's financial statements as at December 31, 2004 is available for inspection at the firm's office or at the regional office of the Securities and Exchange Commission.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared un accordance with generally accepted accounting principles.

In preparing financial statements, management makes estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Management believes that the estimates utilized in preparing the financial statements are reasonable and prudent; however, actual results could differ from those estimates.

Effectively January 1, 1997 Renaissance Capital Corporation the "Parent" of Renaissance Capital Investments Inc. assumed the following expenses: taxes, rent, telephone, office supplies and personnel costs with no expectation of reimbursement from Renaissance Capital Investments, Inc.

NOTE 2 - INCOME TAXES

All corporate tax returns are filled on a calendar year basis.

The company has adopted the liability method of accounting for the tax assets and liabilities.

NOTE 3 - RULE 15C 3-3

The company holds no customer funds and is exempt from the requirements for of Rule 15C 3-3

**SCHEDULE I**

**RENAISSANCE CAPITAL INVESTMENTS, INC.**  
**COMPUTATION OF NET CAPITAL**  
**PURSUANT TO RULE 15c 3-1**  
**AS AT DECEMBER 31, 2004**

Stockholders' Equity-  
per statement of Financial Condition \$ 210,363

**CAPITAL REDUCTIONS**

Non Allowable Assets \$ 75,363  
Haircuts 2,600  
TOTAL CAPITAL REDUCTIONS 77,963

NET CAPITAL \$ 132,400

MINIMUM NET CAPITAL REQUIRED 100,000

EXCESS NET CAPITAL \$ 32,400

**ITEMS OF AGGREGATE INDEBTEDNESS**

None

TOTAL ITEMS OF AGGREGATE INDEBTEDNESS \$ -0-

Percentage of aggregate indebtedness to net capital -0-%

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**SCHEDULE II**

**RENAISSANCE CAPITAL INVESTMENTS, INC.**  
**RECONCILIATION OF FOCUS REPORT WITH**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

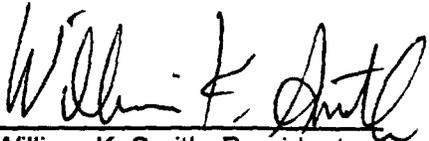
Net Capital – per computation of Net Capital  
December 31, 2004 on the audited report. \$ 132,400

NET CAPITAL PER FOCUS REPORT DECEMBER 31, 2004 \$ 132,400

There were no material differences in net capital  
between the audited report and the focus report  
dated December 31, 2004

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART  
OF THESE FINANCIAL STATEMENTS

We, officers of Renaissance Capital Investments, Inc. #2 Greenwich Plaza,  
Greenwich, CT. 06830, hereby attest that the Financial Statements and Operational  
Reports as at December 31, 2004 submitted by our auditors, A. L. Wellen & Co. LLP  
880 Bergen Avenue, Jersey City, NJ 07306 have been or will be made available to all  
members of our organization.

  
\_\_\_\_\_  
William K. Smith, President

  
\_\_\_\_\_  
Kathleen S. Smith, Secretary

ATTESTED BY:

  
\_\_\_\_\_  
A. L. WELLEN & CO., LLP CPA'S

A.L. Wellen & Co.  
Certified Public Accountants

STATE OF CONNECTICUT ]  
TOWN OF GREENWICH ] SS:  
COUNTY OF FAIRFIELD ]

William K Smith, being sworn according to law, deposes and says:

I am the president of Renaissance Capital Investments, Inc. # 2 Greenwich Plaza  
Greenwich, CT 06830.

The report submitted by our accountants, A.L. Wellen & Co., LLP  
Certified Public Accountants, as at December 31, 2004 showing a Statement of  
Financial Condition, Statement of Income Expenses, Statement of Cash Flows,  
Statement of Changes in Shareholders Equity, Statements of Liability  
Subordinated to Claims to General Creditors, and all other supporting schedules,  
is true and correct to the best of my knowledge and belief.

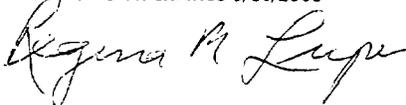
I also affirm that I, or any Officer or Director, do not have any Propriety  
Interest in any Accounts classified as that of a customer.

  
WILLIAM K. SMITH

Subscribed and sworn to before me *Regina M. Lupo,*

this 18<sup>th</sup> day of January 2005

**REGINA M. LUPO**  
**NOTARY PUBLIC**  
MY COMMISSION EXPIRES 9/30/2009



A.L. Wellen & Co.  
Certified Public Accountants

**A. L. Wellen & Co. LLP**  
**Certified Public Accountants**  
**880 Bergen Avenue Suite # 801**  
**Jersey City, NJ 07306-4310**

**Phone: (201) 653-2181**  
**Fax: (201) 653-7266**

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL REQUIRED  
BY SEC RULE 17a-5 FOR A BROKER DEALER CLAIMING AN EXEMPTION  
FROM SEC RULE 15c3-3.**

**Renaissance Capital Investments, Inc.**  
**# 2 Greenwich Plaza**  
**Greenwich, CT. 06830**

In planning and performing our audit of the financial statements of Renaissance Capital Investments, Inc, for the year ended December 31, 2004, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

Also, as required by rule 17a-5 (g) (1) of the Securities and Exchange Commission, we have made a study of the practices and procedures (including tests of compliance with such practices and procedures) followed by Renaissance Capital Investments, Inc, that we considered relevant to the objectives stated in rule 17a 5 (g) (1) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3 (a) (II) and the procedures for determining compliance with the exemptive provisions of rule 15c3-3. We did not review the practices and procedures followed by the company (1) in making the quarterly securities examinations, counts, verifications and comparisons and the recordation of differences required by Rule 17a-13 or (II) in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governors of the Federal Reserve System, because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure 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 control structure policies and procedures and of the practices referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Commission's above mentioned objectives. Two of the objectives of an internal control structure 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 preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5 (g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

**A.L. Wellen & Co.**  
**Certified Public Accountants**

Because of inherent limitation in any internal control structure or the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness or their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure 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 the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 the internal control structure, including procedures for safeguarding securities, that we consider to be material weakness as defined above, except for:

The size of the business and resultant limited number of employees imposes practical limitations on the effectiveness of those internal control structure procedures that depend on the segregation of duties. Since this condition is inherent in the size of the Company, the specific weaknesses are not described herein and no corrective action has been taken or proposed by the Company.

The foregoing condition was considered in determining the nature, timing and extent of the procedures to be performed in our audit of the financial statements of Renaissance Capital Investments, Inc. for the year ended December 31, 2004 and this report does not affect our report thereon dated January 22, 2005.

We have advised you of the limitations of our audit regarding the detection of fraud that is immaterial to the financial statements (including immaterial misappropriation of cash or other assets). We have offered to perform other agreed-upon procedures specifically designed to detect such immaterial fraud for an additional fee. Although you understand the limitation of our audit, you did not wish to engage us to perform any such additional procedures at this time.

We do feel that more than one person should have knowledge of the bookkeeping and accounting functions of the company in case of accident or sickness etc.

We understand that practices and procedures that accomplish the objective referred to in the second paragraph of this report are considered by the Commission to be adequate for its purpose in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives 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, 2004, to meet Commission's objectives.

A.L. Wellen & Co.  
Certified Public Accountants

This report is intended solely for the use of management, the Securities and Exchange Commission and other regulatory agencies which rely on Rule 17a-5 (g) under the Securities Exchange Act of 1934 and should not be used for any other purpose.

*A. L. Wellen & Co. LLP*

A. L. Wellen & Co. LLP  
Jersey City, New Jersey

January 22, 2005

A.L. Wellen & Co.  
Certified Public Accountants