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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, 2004 AND ENDING DECEMBER 31, 2004  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

*ASTOR SECURITIES, INC.*

OFFICIAL USE ONLY
FIRM ID. NO.

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

229 East 79th Street

(No. and Street)

New York, New York

10021

(City)

(State)

(Zip Code)

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

Albert E. Barrette

212-628-4946

(Area Code — Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

Sidney D. Wexler

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

10 East 40th Street

New York, New York

10016

(Address)

(City)

(State)

(Zip Code)

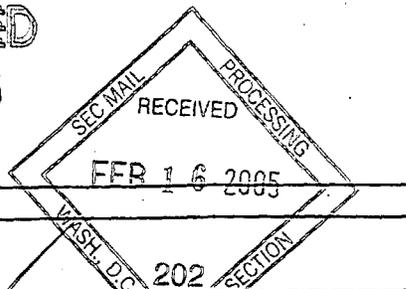
CHECK ONE:

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

PROCESSED

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FRANSON 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).

OATH OR AFFIRMATION

I, Albert E. Barrette, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Astor Securities, Inc., as of December 31, 2004, 19, 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:

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

BARBARA M. BURKE  
Notary Public, State of New York  
No. 41-471405  
Qualified in Queens County  
Commission Expires November 30, 2005

*Barbara Burke*  
\_\_\_\_\_  
Notary Public

*[Signature]*  
\_\_\_\_\_  
Signature  
  
President  
\_\_\_\_\_  
Title

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 Proprietor's 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 15c3-1 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).

**ASTOR SECURITIES, INC.**  
**229 East 79th Street, Suite 4**  
**New York, New York 10021**  
**212-628-4946**

February 10, 2005

Securities & Exchange Commission  
450 Fifth Street, N.W.  
Washington, D.C. 20549

Dear Sir:

Pursuant to Securities and Exchange Commission (SEC) Rule 17a-5(d) (the Rule) and Rule 8210 it is noted that there are no material inadequacies found to exist in the financial statements of Astor Securities, Inc. for the calendar year 2004.

If you have any question, please contact the undersigned at 212-686-4300

Sincerely,



Albert E. Barrette  
AB/bb  
Enclosure

SIDNEY D. WEXLER

CERTIFIED PUBLIC ACCOUNTANT

*10 East 40<sup>th</sup> Street, New York, NY 10016*

SIDNEY D. WEXLER, CPA

212/666-4300

LARRY GREENSTEIN, CPA

February 10, 2005

Board of Directors  
Astor Securities, Inc.  
229 East 79th Street  
New York, New York 10021

Pursuant to Rule 17-a-5(j) I have examined the books and records of Astor Securities, Inc. as of December 31, 2004 and have found no material inadequacies in its accounting system or internal accounting controls.

As Astor Securities, Inc. does not engage in securities, no procedures have been established in connection with this.



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Sidney D. Wexler  
Certified Public Accountant

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SIDNEY D. WEXLER

CERTIFIED PUBLIC ACCOUNTANT

*10 East 40<sup>th</sup> Street, New York, NY 10016*

SIDNEY D. WEXLER, CPA

212/686-4300

LARRY GREENSTEIN, CPA

February 10, 2005

Board of Directors  
Astor Securities, Inc.  
229 East 79th Street  
New York, New York 10021

I have examined the general assessment paid by Astor Securities, Inc. for the twelve months ended December 31, 2004.

In my opinion, the aforementioned Schedule of Assessment statement was determined fairly in accordance with applicable instructions and forms.

  
\_\_\_\_\_  
SIDNEY D. WEXLER  
Certified Public Accountant

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ASTOR SECURITIES, INC.  
SCHEDULE OF ASSESSMENT  
FOR THE TWELVE MONTH PERIOD ENDED  
DECEMBER 31, 2004

Dividend Income	\$ 30
Interest Income	\$ 240
Bank Charges Refunded	\$ 115
<b>TOTAL INCOME</b>	<b>\$ 385</b>
Less: Bank Charges Refunded	\$ (115)
<b>Net Investment Income</b>	<b>\$ 270</b>
General Assessment Rate	x.0025
<b>TOTAL ASSESSMENT</b>	<b>\$ 1</b>
<b>MINIMUM ASSESSMENT</b>	<b>\$ 660</b>

**SCHEDULE OF PAYMENTS**

<u>Date Paid</u>	<u>Amount</u>
July 1, 2004	\$ 660

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ASTOR SECURITIES, INC.

FINANCIAL STATEMENT

DECEMBER 31, 2003

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CONTENTS

AUDITED FINANCIAL STATEMENTS

Auditor's Report.....Page 3  
Internal Control Report.....Page 4  
Statement of Financial Condition.....Page 6  
Statement of Income and Retained Earnings.....Page 7  
Statement of Cash Flow.....Page 8  
Notes to Financial Statements.....Page 9  
Schedule of Assessment.....Page 10  
Statement of Changes in Stockholder's Equity.....Page 11  
Computation of Net Capital.....Page 12

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SIDNEY D. WEXLER

CERTIFIED PUBLIC ACCOUNTANT

*10 East 40<sup>th</sup> Street, New York, NY 10016*

SIDNEY D. WEXLER, CPA

212/686-4300

LARRY GREENSTEIN, CPA

AUDITOR'S REPORT

Board of Directors  
Astor Securities, Inc.  
229 East 79th Street  
New York, New York 10021

I have audited the accompanying Balance Sheet of Astor Securities, Inc. as of December 31, 2003, and the related Statements of Income, Retained Earnings, and Cash Flow for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

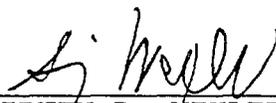
I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Astor Securities, Inc. as at December 31, 2003, and the results of its operations and its cash flow for the year then ended in conformity with generally accepted accounting principals.

My examination was made for the purpose of forming an opinion on the basic financial statements, taken as a whole. The statement of the computation of the minimum capital requirements is presented for purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by section 1.17 of the regulations under the Commodity

Board of Directors  
Astor Securities, Inc.  
Page -2-

Exchange Act. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements, and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

  
\_\_\_\_\_  
SIDNEY D. WEXLER  
Certified Public Accountant

New York, New York  
February 23, 2004

SIDNEY D. WEXLER

CERTIFIED PUBLIC ACCOUNTANT

*10 East 40<sup>th</sup> Street, New York, NY 10016*

SIDNEY D. WEXLER, CPA

212/686-4300

LARRY GREENSTEIN, CPA

Board of Directors  
Astor Securities, Inc.  
229 East 79th Street  
New York, New York 10021

I have examined the financial statements of Astor Securites, Inc. as of December 31, 2003 and have issued my report thereon dated February 23, 2004. As part of my examination I have made a study and evaluation of the company's system of internal accounting control to the extent I considered necessary to evaluate the system as required by generally accepted auditing standards and regulation 1.16(d) of the Commodity Futures Trading Commission. This study and evaluation included a review of the procedures for safeguarding customer and firm assets. In addition, I reviewed the practices and procedures followed by the company in making computations of the minimum financial requirements pursuant to the regulations of 1.17.

Regulation 1.16(d) states that the scope of the audit and review of the accounting system, the internal accounting controls and procedures for safeguarding customer and firm assets must be sufficient to provide reasonable assurance that any material inadequacies existing at the date of the examination would be disclosed. Under generally accepted standards and regulation 1.16(d) the purpose of such study and evaluation are to establish a basis for reliance on the system of internal accounting control in determining the nature, timing and extent of other auditing procedures that are necessary for expressing an opinion of the financial statements and to provide a basis for reporting weaknesses in internal accounting control.

The objective of internal accounting control is to provide reasonable but not absolute assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the

Board of Directors  
Astor Securites, Inc.  
Page -2-

reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance that the cost of a system should not exceed the benefits derived and also recognizes that the evaluation of these factors requires estimates and judgments by management. However, for the purpose of this report under regulation 1.16(d), for the determination of weaknesses to be reported was made without considering the practicability of corrective action by management within the benefit of a cost/benefit relationship.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends on segregations of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projections of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

My study and evaluation of the system of internal accounting control for the period ending December 31, 2003, which was made for the purposes set forth in the first paragraph above and which would not necessarily disclose all the weaknesses in the system that may have existed during the period under review, disclosed no weaknesses that I believed to be material.

  
\_\_\_\_\_  
SIDNEY D. WEXLER, C.P.A.

New York, New York  
February 23, 2004

ASTOR SECURITIES, INC.  
STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2003

**ASSETS**

**CURRENT ASSETS:**

Cash in JP Morgan Chase Bank	\$ 510
Cash in JP Morgan Funds	\$ 16,148
Certificate of Deposit - JP Morgan Chase Bank	\$ 15,000
<b>TOTAL CURRENT ASSETS</b>	<b><u>\$ 31,658</u></b>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**STOCKHOLDER'S EQUITY:**

Common Stock No Par Value	
Authorized 1,000 shares	
Issued and Outstanding 100 Shares	\$ 11,600
Additional Paid in Capital	\$ 21,824
Retained Earnings (Deficit)	<u>\$ (1,766)</u>
<b>STOCKHOLDER'S EQUITY</b>	<b><u>\$ 31,658</u></b>
<b>TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY</b>	<b><u>\$ 31,658</u></b>

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See Notes to Financial Statements

ASTOR SECURITIES, INC.  
STATEMENT OF INCOME AND RETAINED EARNINGS  
FOR THE TWELVE MONTH PERIOD ENDED  
DECEMBER 31, 2003

Dividend Income	\$	106
Interest Income	\$	166
<b>TOTAL INCOME</b>	<b>\$</b>	<b><u>272</u></b>
<b><u>OPERATING EXPENSES</u></b>		
Bank Charges	\$	289
Bond Expense	\$	380
License and Regulatory Fees	\$	5,126
Professional Fees	\$	2,025
<b>TOTAL OPERATING EXPENSES</b>	<b>\$</b>	<b><u>7,820</u></b>
Net Income (Loss)	\$	<u>(7,548)</u>
Retained Earnings - January 1, 2003	\$	5,782
Retained Earnings (Deficit)- December 31, 2003	<b>\$</b>	<b><u><u>(1,766)</u></u></b>

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See Notes to Financial Statements

ASTOR SECURITIES, INC.  
STATEMENT OF CASH FLOW  
FOR THE TWELVE MONTHS ENDED  
DECEMBER 31, 2003

Cash - January 1, 2003	\$ 32,214
Add: Income	\$ 272
Additional Paid in Capital	\$ 6,992
Less: Expenditures	\$ (7,820)
Cash- December 31, 2003	<u>\$ 31,658</u>

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See Notes to Financial Statements

ASTOR SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2003

NOTE 1

Astor Securities, Inc. was incorporated under the laws of New York State on February 11, 1982, for the purpose of conducting business as a clearing house.

NOTE 2

The company has elected to be treated as a Subchapter "S" corporation for Federal and New York State tax purposes. All income and losses will be taxed to the stockholder individually. New York City does not recognize the Subchapter "S" corporation and therefore, the corporation is liable for any taxes which may be due.

NOTE 3

The loss of any future earnings from Albert E. Barrette Associates, Inc. would have a significant impact on this Corporation. Management has no knowledge or any reason to believe that this relationship will not continue.

NOTE 4

With the exception of Registration and SIPC Fees, Albert E. Barrette Associates, Inc. pays for the expenses of Astor Securities, Inc.

NOTE 5

The Company is subject to the net capital provisions of the Uniform Net Capital Rule (15c3-1) of the Securities and Exchange Commission, which requires maintenance of minimum net capital. At December 31, 2003 the Company had net capital of \$31,279 which was \$26,279 in excess of its required net capital of \$5,000.

ASTOR SECURITIES, INC.  
 SCHEDULE OF ASSESSMENT  
 FOR THE TWELVE MONTH PERIOD ENDED  
DECEMBER 31, 2003

Dividend Income	\$	106
Interest Income	\$	168
<b>TOTAL INCOME</b>	<b>\$</b>	<b><u>274</u></b>
Net Investment Income	\$	<u>274</u>
General Assessment Rate		x.0025
<b>TOTAL ASSESSMENT</b>	<b>\$</b>	<b><u>1</u></b>
<b>MINIMUM ASSESSMENT</b>	<b>\$</b>	<b><u>640</u></b>

**SCHEDULE OF PAYMENTS**

<u>Date Paid</u>	<u>Amount</u>
May 1, 2003	\$ 640

THIS SCHEDULE WAS DETERMINED FAIRLY IN ACCORDANCE WITH  
 APPLICABLE INSTRUCTIONS AND FORMS.

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See Notes to Financial Statements

ASTOR SECURITIES, INC.  
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY  
AS OF DECEMBER 31, 2003

Stockholder's Equity - January 1, 2003	\$ 32,214
Net Income (Loss)	\$ (7,548)
Additional Paid in Capital	\$ 6,992
Stockholder's Equity - December 31, 2003	<u>\$ 31,658</u>

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See Notes to Financial Statements

ASTOR SECURITIES, INC.  
COMPUTATION OF NET CAPITAL  
AS OF DECEMBER 31, 2003

<b>Total Ownership Equity From Statement of Financial Condition</b>	<u>\$ 31,658</u>
Net Capital before Haircuts on Securities Positions	\$ 31,658
Haircuts on Securities:	
Other Securities	<u>\$ (379)</u>
<b>NET CAPITAL</b>	<u><u>\$ 31,279</u></u>

THERE EXISTED NO MATERIAL DIFFERENCES BETWEEN ASTOR SECURITIES,  
INC.'S COMPUTATION OF NET CAPITAL ON UNAUDITED PART 11A  
AND MY COMPUTATION.

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See Notes to Financial Statements