

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

AMF 2-28-2005

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

SEC FILE NUMBER
8- 44141

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 01/01/2004 AND ENDING 12/31/2004  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: VBC SECURITIES, LLC  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
348 CLIFTON AVENUE

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street)  
CLIFTON NJ 07011  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
VINCENT S. COMPERATORE 973-365-1900  
(Area Code - Telephone Number)

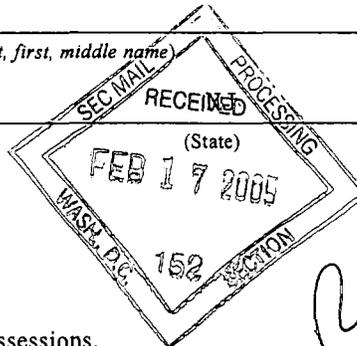
B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
ROBERT G. PETERS

(Name - if individual, state last, first, middle name)  
790 BLOOMFIELD AVENUE CLIFTON 07012  
(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 02 2005

FOR OFFICIAL USE ONLY

Empty box for official use only

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)

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.

Handwritten initials

3/31/05

OATH OR AFFIRMATION

I, VINCENT S. COMPERATORE, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of VBC SECURITIES, LLC, as of DECEMBER 31, 20 04, 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:

NONE

[Handwritten Signature]

Signature

MANAGING MEMBER

Title

[Handwritten Signature]

Notary Public

Notary Public
My Commission Expires
February 22, 2005

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).

Robert G. Peters, CPA

V.B.C. SECURITIES, LLC  
Financial Statement  
As at December 31, 2004

File No. 8-44141

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Net Capital Computation / Supplemental Notes

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Robert G. Peters  
790 Bloomfield Avenue  
Clifton, NJ 07012

V.B.C. Securities, LLC  
348 Clifton Avenue  
P.O. Box 166  
Clifton, NJ 07011

Gentlemen:

I have audited the accompanying balance sheet of V.B.C. Securities, LLC, as of December 31, 2004, and the related statements of income, capital and cash flows 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 V.B.C. Securities, LLC as of December 31, 2004, and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

  
\_\_\_\_\_  
Robert G. Peters, CPA

Clifton, New Jersey  
January 24, 2005

V.B.C. Securities, LLC  
Balance Sheet  
As At December 31, 2004

ASSETS

Current Assets:

Cash in bank and clearing agent	\$ 8,686	
Market value of securities owned	0	
Commission receivable	34,339	
Good faith deposit	50,168	
Other clearing accounts	<u>467</u>	
Total Current Assets		<u>93,660</u>

LIABILITIES AND CAPITAL

Current Liabilities:

Accounts payable	<u>27,556</u>	
Total Current Liabilities		\$ 27,556
Capital		66,104
Total Liabilities and Capital		<u>\$ 93,660</u>

V.B.C. Securities, LLC  
Statement of Income  
For the Period January 1, 2004 through December 31, 2004

## Revenues:

Income-Commissions	\$491,859
Income-Non-commission	<u>27,120</u>
	\$518,979

## Expenses:

Postage and mailings	\$ 2,840
Rent	22,429
Periodicals	1,267
Transfer costs	2,890
Depreciation	14,689
Equipment Rental	29,822
Adv & bus promotion	10,004
Insurance	2,386
Telephone	749
NJ Annual Report	50
Consulting Fee	94,000
Membership fees and dues	2,811
Salesmen's commissions	216,210
Transportation	1,225
Continuing education	1,039
Interest Expense	5,119
Stationary and supplies	1,358
Back office expense	40,800
Professional	600
Retirement, Pension	60,000
Repairs and maintenance	2,977
Utilities	<u>3,601</u>
Total Expenses	<u>516,866</u>

Net Income (loss)

\$ 2,113  
=====

V.B.C. Securities, LLC  
Cash Flow Statement  
For The Year Ended December 31, 2004

## Cash flow from operations:

Net earnings	\$ 2,113
Adjustments to reconcile net earnings to net cash provided by operating activities	(0)
Changes in assets and liabilities	
Decrease in clearing account	679
Increase in accounts payable	21,028
Increase in good faith deposit	( 133)
Increase in commission receivable	(5,900)
Partner draw in excess of contributions	(63,990)
Increase / <Decrease> in cash	(46,203)
Cash at beginning of year	54,889
Cash at end of year	\$ <u>8,686</u> =====

V.B.C. Securities, LLC  
Statement of Change in Financial Condition  
For the Period January 1, 2004 to December 31, 2004

	<u>12/31/2003</u>	<u>12/31/2004</u>
Current assets	\$ 134,508	\$ 93,660
Current liabilities	(6,528)	(27,556)
Net working capital	<u>\$ 127,980</u> =====	<u>\$ 66,104</u> =====
Net working capital - Jan. 1	\$ 122,476	\$ 127,980
Decrease in capital equity		
Jan. 1 - Dec. 31	0	(63,989)
Income for the period		
Jan. 1 - Dec. 31	5,504	2,113
Net working capital-Dec. 31	<u>\$ 127,980</u> =====	<u>\$ 66,104</u> =====

V.B.C. Securities, LLC  
Statement of Changes in Partnership Capital  
For the Period January 1, 2004 through December 31, 2004

Capital January 1, 2004	\$ 127,980
Net Income Jan. 1, 2004 through Dec. 31, 2004	2,113
Contributions from Jan. 1, 2004 thru Dec. 31, 2004	0
Drawings from Jan. 1, 2004 thru Dec. 31, 2004	\$ (63,989)
Capital December 31, 2004	\$ 66,104 =====

V.B.C. Securities, LLC  
Supplemental Notes  
As at December 31, 2004

Note 1. For the period January 1, 2004 through December 31, 2004, there were no liabilities subordinated to claim of creditors.

Note 2. V.B.C. Securities, LLC net capital and its required net capital computed in accordance with the capital rule applicable to it and were calculated as at December 31, 2004 at a ratio of .417 to 1. Computed as follows:

Partnership Capital		\$ 66,104	
Less: Capital deductions		( 0)	
Net Capital before haircuts		\$ 66,104	
Less: Haircuts on securities:			
Investment securities	\$ 0		
Undue concentration	0		
Fail to receive	0	( 0)	
Net Capital		\$ 66,104	=====
Aggregated indebtedness		27,556	=====
AI / NC		.417 to 1	

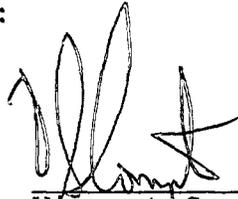
Note 3. Formula for Determination of Reserve Requirement for Brokers and Dealers Under SEC Rule 15c3, V.B.C. Securities, LLC is entitled to exemption from this rule because all customer transactions are cleared through another broker-dealer on a fully disclosed basis.

Note 4. There are no material differences with regard to computation of net capital under rule 15C3-3 between the corresponding unaudited most recent focus Part II filing and the audited annual statement.

V.B.C. Securities, LLC  
Supplemental Notes  
As at December 31, 2004

- Note 5. No material inadequacies were found to exist in the accounting system, in the internal control, in the procedures for safeguarding securities and in the practices and procedures employed in complying with rule 17-A-13 and in the resolution of securities differences.
- Note 6. Pursuant to rule 17-5 (f) (2), Robert G. Peters, CPA, 790 Bloomfield Avenue, Clifton, NJ 07012, has been selected as auditor on a continuing nature and providing for successive year audits, unless discontinued by either party in writing and with at least thirty days notice.
- Note 7. I, Vincent S. Comperatore, Managing Member, swear that, to the best of my knowledge and belief, the accompanying financial statements and supporting schedules pertaining to the firm of V.B.C. Securities, LLC as at December 31, 2004, are true and correct. I further swear that neither the company or any partner, proprietor, principal, officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

No exception.



Vincent S. Comperatore



Maria Sniezek  
Notary Public of the State of New Jersey  
My commission expires February 22, 2006.

**2004 Preliminary Renewal Statement**

Member ID: **5407**  
 Location Name: **VBC SECURITIES, LLC**  
 As Of: **11/4/2003 1:09:18 AM**  
 Name: **VINCENT S. COMPERATORE**  
 Phone #: **973-365-1900**  
 Generated: **11/1/2003 9:12:59 AM**

Charges	\$2,903.00
Penalties	N/A
Taxes	\$2,903.00
Due:	\$2,903.00

**PAYMENT IN FULL REQUIRED BY DECEMBER 5, 2003.**

**Standard and Express Delivery:**

Check payable to NASD; print and mail first page of this statement and submit with check.

**Payment to:**

NASD, CRD-IARD  
 P.O. Box 7777-W8705  
 Philadelphia, PA 19175-8705  
 Delivery: NASD, CRD-IARD  
 W8705 c/o Mellon Bank, Rm 3490  
 701 Market Street  
 Philadelphia, PA 19106

*DATE 11.14.03*

**Payment Option Now Available - Web CRD/IARD E-Pay:**

An online Renewal payment by accessing the **Web CRD/IARD E-Pay Application**. In order for funds to be posted to your firm's RENEWAL Account by **DECEMBER 5, 2003**, payment must be submitted electronically, no later than 8:30 p.m. (ET), on December 3, 2003.

Statement for the following annual fees:

NASD 2004 Web CRD/IARD System Processing and NASD Branch Office Fees
NYSE, AMEX, CBOE, ISE, PCX and PHLX 2004 Maintenance Fees for Registered Personnel
Jurisdiction 2004 Agent Renewal Fees
Jurisdiction 2004 Broker/Dealer Renewal Fees
Jurisdiction 2004 Investment Adviser Representative Renewal Fees
Jurisdiction 2004 Investment Adviser Firm Renewal Fees

**DO NOT ADJUST THIS STATEMENT:**

www.webcrd.com/acc/crd\_acc\_RenewalStatement.asp?RenewalFlag=Y&Page=State... 11/4/03



MSRB: A1399

STATEMENT

168 NJ 07011

DESCRIPTION	AMOUNT
ANNUAL FEE FISCAL YEAR 2004	\$300.00

Copy of this statement with your payment. Your MSRB NUMBER on your check.

**TOTAL: \$300.00**

	30 DAYS	60 DAYS	90 DAYS
	\$300.00	\$0.00	\$0.00

MSRB NUMBER: A1399 DATE: 9/30/2003

1900 Duke Street, Suite 600  
Alexandria, VA 22314-3412  
phone 703 797 6500

*DATE 10.10.03*  
*SBC*  
*300-*

PAY TO THE ORDER OF: **NASD Regulation, Inc., CRD-IARD**  
 Two Thousand Nine Hundred Three and 00/100 DOLLARS  
 NASD Regulation, Inc., CRD-IARD  
 P.O. Box 7777-W8705  
 Philadelphia, PA 19175-8705  
 MEMO: 2004-CRD Annual renewal:

*31*

*11-20-03 11000705 8705425 7 031 24 09*

**WHOLESALE LOCKBOX CREDIT TO THE ACCOUNT OF WITHIN NAMED PAYEE ABSENCE OF ENDORSEMENT GUARANTEED PAYMENT ACCEPTED WITHOUT PREJUDICE MELLON BANK NA-PHILA,PA**

**RECEIVED**  
12/23/03 12:12 E:0728

PAY TO THE ORDER OF: **MSRB**  
 Three Hundred and 00/100 DOLLARS  
 MSRB  
 1900 Duke Street  
 Suite 600  
 Alexandria, VA 22314  
 MEMO: A1399 - Annual fee year 2004

**PNC BANK, N.A. NEW JERSEY**  
65-760/312 10/13/2003 4705

**V.B.C. SECURITIES, LLC**  
INVESTMENTS  
348 CLIFTON AVENUE  
CLIFTON, NEW JERSEY 07011  
(973) 365-1900

PAY TO THE ORDER OF: **MSRB**  
 Three Hundred and 00/100 DOLLARS  
 MSRB  
 1900 Duke Street  
 Suite 600  
 Alexandria, VA 22314  
 MEMO: A1399 - Annual fee year 2004

**PNC BANK, N.A. NEW JERSEY**  
65-760/312 10/13/2003 4705

**V.B.C. SECURITIES, LLC**  
INVESTMENTS  
348 CLIFTON AVENUE  
CLIFTON, NEW JERSEY 07011  
(973) 365-1900

DESCRIPTION	AMOUNT
ANNUAL FEE FISCAL YEAR 2004	\$300.00

SURTRUST BLT 10162963  
2982-415 951888028  
4600441303

**RECEIVED**  
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79864 19