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OMB Number:	3235-0123
Expires:	January 31, 2007
Estimated average burden hours per response.....	12.00

SECURITIES AND EXCHANGE COMMISSION  
**ANNUAL AUDITED REPORT**  
**FORM X-17A-5**  
**PART III**

NOV 14 2005

SEC FILE NUMBER
8- 37986

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 10/01/04 AND ENDING 09/30/05  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: SECURITIES INDUSTRY MANAGEMENT CORP.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

42 WINDING LANE

(No. and Street)

GREENWICH CT 06830

(City)

(State)

(Zip Code)

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

BENJAMIN L. LUBIN (203)-869-5754

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

A. L. WELLEN & CO. LLP CERTIFIED PUBLIC ACCOUNTANTS

(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

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<b>FOR OFFICIAL USE ONLY</b>

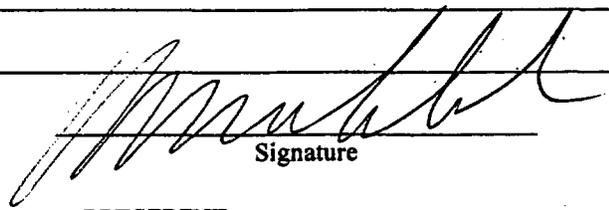
\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

KS  
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 12/29/05

OATH OR AFFIRMATION

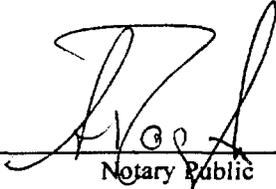
I, BENJAMIN L. LUBIN, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of SECURITIES INDUSTRY MANAGEMENT CORP., as of SEPTEMBER 30, 2005, are true and correct. I further swear (or affirm) that neither the 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

My Commission Expires  
Feb 18, 2007

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 15c3-1 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).

SECURITIES INDUSTRY MANAGEMENT CORPORATION

42 WINDING LANE

GREENWICH, CT 06831

SEPTEMBER 30, 2005

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

SECURITIES INDUSTRY MANAGEMENT CORP.

FOR THE YEAR ENDED SEPTEMBER 30, 2005

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**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

Board of Directors  
Securities Industry Management Corp.

We have audited the accompanying statement of financial condition of Securities Industry Management Corp. as of September 30, 2005, 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 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 Securities Industry Management Corp. as of September 30, 2005, 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

Jersey City, New Jersey  
October 18, 2005

SECURITIES INDUSTRY MANAGEMENT CORP.  
STATEMENT OF FINANCIAL CONDITION

AS OF SEPTEMBER 30, 2005

ASSETS

CURRENT ASSETS

Cash in bank	\$ 109,299
Due from brokers	462,319
Accounts Receivable	1,980
Miscellaneous Receivables	4,643

SECURITIES OWNED

Securities (at market value)	1,620,710
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OTHER ASSETS

Furniture and Equipment (net of Accumulated Depreciation of \$15,411)	24,039
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TOTAL ASSETS \$ 2,222,990

LIABILITIES & SHAREHOLDER'S EQUITY

LIABILITIES

Income taxes payable \$ 17,194

TOTAL LIABILITIES \$ 17,194

SHAREHOLDER EQUITY

Common stock \$ 100 per value, 2,000	
Share authorized, issued and outstanding	\$ 200,000
Retained Earnings	<u>2,005,796</u>

TOTAL SHAREHOLDER'S EQUITY 2,205,796

TOTAL LIABILITIES & SHAREHOLDER'S EQUITY \$ 2,222,990

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

SECURITIES INDUSTRY MANAGEMENT CORP.

STATEMENT OF INCOME & EXPENSES  
FOR THE PERIOD OCTOBER 1, 2004 TO SEPTEMBER 30, 2005

INCOME

Consulting fees		\$ 90,705	
Commissions		50,136	
Dividends & Interest		57,304	
Risk Trading Realized	\$ 10,432		
Unrealized Risk Trading	<u>114,469</u>	<u>124,901</u>	
TOTAL INCOME			\$ 323,046

EXPENSES

General Office Expenses		\$ 18,992	
Rent & Occupancy		7,200	
Insurance		4,537	
Travel & Entertainment		21,215	
Telephone		1,625	
Postage & Supplies		2,642	
Employment Benefits & Payroll Taxes		11,205	
Professional Fees		8,195	
Business Services		9,702	
Officer's Compensation		10,000	
Clearance Costs		12,927	
Auto Expenses		318	
Depreciation		<u>4,800</u>	
TOTAL EXPENSES			<u>113,358</u>
NET PROFIT BEFORE TAXES			\$ 209,688
Federal Tax Expense		\$ 19,458	
State Corporate Tax Expense		<u>6,796</u>	<u>26,254</u>
NET INCOME			<u>\$ 183,434</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

SECURITIES INDUSTRY MANAGEMENT CORP.  
STATEMENT OF CASH FLOWS  
FOR THE PERIOD OCTOBER 1, 2004 TO SEPTEMBER 30, 2005

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Income		\$ 183,434
Adjustments to reconcile net income to net cash Provided by operating activities:		
Depreciation	\$ 4,800	
Decrease in Accounts Receivable	12,524	
Decrease in Miscellaneous Receivables	700	
Decrease in Due from Brokers	129,361	
Increase in Securities Owned-At Market	(307,140)	
Increase in Income taxes payable	<u>7,099</u>	
Total Adjustments		<u>(152,656)</u>
Net Cash Provided by Operating Activities		\$ 30,778

CASH FLOWS FROM FINANCING ACTIVITIES

Dividends paid	<u>\$ (32,000)</u>	
Net cash provided by operating activities		<u>(32,000)</u>
		\$ ( 1,222)
Cash and cash equivalents October 1, 2004		<u>110,521</u>
Cash and cash equivalents September 30, 2005.		<u>\$ 109,299</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

SECURITIES INDUSTRY MANAGEMENT CORP.  
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY  
FOR THE PERIOD OCTOBER 1, 2004 TO SEPTEMBER 30, 2005

	<u>COMMON STOCK</u>	<u>RETAINED EARNING</u>	<u>TOTAL</u>
Balance October 1, 2004	\$ 200,000	\$ 1,854,362	\$ 2,054,362
 <u>INCREASES</u>			
Net Income	<u>-0-</u>	<u>183,434</u>	<u>183,434</u>
	\$ 200,000	\$ 2,037,796	\$ 2,237,796
Less Dividend Paid	<u>-0-</u>	<u>32,000</u>	<u>32,000</u>
BALANCE SEPTEMBER 30, 2005	<u>\$ 200,000</u>	<u>\$ 2,005,796</u>	<u>\$ 2,205,796</u>

STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2005

Total October 1, 2004	none
Changes for period	<u>none</u>
TOTAL SUBORDINATED LIABILITES – SEPTEMBER 30, 2005	<u>none</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

SECURITIES INDUSTRY MANAGEMENT CORP.

NOTES

SEPTEMBER 30, 2005

GENERAL INFORMATION

The firm is authorized to operate as a broker / dealer in securities under the Securities & Exchange Act of 1934 and is a member of the National Association of Securities Dealers and the Securities Investor Protection Corporation.

Securities transactions are recorded on a settlement date basis, generally the third business day following the transaction date. The Financial Statements are presented on a settlement date basis which does not differ materially from trade date basis.

The firm clears its customers' transaction through another brokerage firm on a fully disclosed basis. The firm promptly transmits all customer funds and securities to the clearing broker. The firm files reports pursuant to the Securities and Exchange Commission Rule 17a-5(b).

NOTE 1 -

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Financial Statements have been prepared in accordance with generally accepted accounting principles. Marketable securities are valued at market value and securities not readily marketable are valued at fair value as determined by the Board of Directors. The resulting difference between cost and market (or fair value) is included in income.

USES OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the report 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 -

FURNITURE AND EQUIPMENT

Depreciation is computed using various methods over the assets estimated useful lives.

NOTE 3 -

TAXES ON INCOME

For income tax purposes, the corporation files returns on a calendar year basis. The Company has adopted the liability method of accounting for tax assets and liabilities.

SECURITIES INDUSTRY MANAGEMENT CORP.  
NOTES (CONTINUED)  
SEPTEMBER 30, 2005

NOTE 4 - NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule 15c 3-1, which requires the maintenance of minimum net capital. As of September 30, 2005, the company had net capital of \$ 1,963,086 which is \$ 1,713,086 in excess of its minimum net capital requirement of \$ 250,000. A copy of the firm's financial statements as of September 30, 2005 is available for inspection at the firm's office or at the regional office of the Securities Exchange Commission.

NOTE 5 - DIFFERENCES IN NET CAPITAL COMPUTATION

There were no material differences in the computation of net capital between the audited report and the submitted focus report as of September 30, 2005. (See attached)

NOTE 6 - INTERNAL CONTROL

There were no material inadequacies in the accounting system, internal accounting control, procedures for safeguarding securities or the procedures followed in complying with Rule 17a-15 of the Securities and Exchange Commission.

SECURITIES INDUSTRY MANAGEMENT CORP.  
NOTES (CONTINUED)  
SEPTEMBER 30, 2005

NOTE 7 - RETIREMENT PLAN

The company terminated their retirement plan December 2000.

NOTE 8 - SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION

Cash and cash equivalent is cash in a checking account. The company paid \$ 12,359 for corporate income taxes during the year ended September 30, 2005.

SECURITIES INDUSTRY MANAGEMENT CORP.

COMPUTATION OF NET CAPITAL  
PURSUANT TO RULE 15c 3-1 (e)

AS OF SEPTEMBER 30, 2005

SHAREHOLDER'S EQUITY – Per Audited Statement				\$ 2,205,796
Less: Non Allowable assets:				
Accounts Receivable		\$ 1,980		
Fixed Assets		<u>24,039</u>		<u>26,019</u>
TENTATIVE NET CAPITAL				\$ 2,179,777
Securities Haircuts:				
Money Market Funds	2%	(\$1,050,067)	\$ 21,001	
Listed Securities–Common	15%	(\$ 875,520)	131,328	
Listed Securities-Preferred	10%	(\$ 155,190)	15,519	
Undue Concentration			<u>48,843</u>	<u>216,691</u>
NET CAPITAL				\$ 1,963,086
Minimum Capital Requirement				<u>250,000</u>
Excess Net Capital				<u>\$ 1,713,086</u>
Excess Net Capital over \$300,000 or 5% of Combined Aggregate Debt				<u>\$ 1,663,086</u>

THE ACCOMPANYING NOTES ARE AN  
INTEGRAL PART OF THESE FINANCIAL STATEMENTS

SECURITIES INDUSTRY MANAGEMENT CORP.  
RECONCILIATION OF FOCUS REPORT WITH THE  
FINANCIAL STATEMENTS  
SEPTEMBER 30, 2005

Net Capital – per computation of Net Capital September 30, 2005 on the audited report.	\$ 1,963,086
Add: Federal Income tax payable	17,194
Increase in Securities Haircuts	<u>558</u>
<b>NET CAPITAL PER FOCUS REPORT SEPTEMBER 30, 2005</b>	<b><u>\$ 1,980,838</u></b>

I, the President of Securities Industry Management Corporation, 42 Winding Lane, Greenwich, CT 06831, hereby attest that the Financial Statements and Operational Reports as at September 30, 2005 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.



BENJAMIN L. LUBIN

ATTESTED BY:



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

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

Benjamin L. Lubin, being duly sworn according to law, deposes and says:

I am the president of Securities Industry Management Corporation, 42 Winding Lane, Greenwich, CT. 06831.

The report submitted by our accountants, A.L. Wellen & Co., LLP Certified Public Accountants, as at September 30, 2005 showing Statement of Financial Condition, Statement of Income Expenses, Statement of Cash Flows, Changes in Shareholders Equity, and all other supporting schedules, is true and correct to the best of my knowledge and belief.

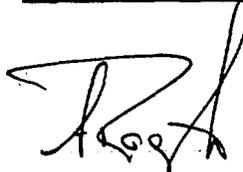
I also affirm that I, or any Officer or Director, do not have any Propriety Interest in any Accounts classified as that of a customer.

  
\_\_\_\_\_  
BENJAMIN LUBIN

Subscribed and sworn to before me

this 12<sup>th</sup> day of October 2005

*My Commission Expires  
Feb. 28, 2007*



**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.**

**Securities Industry Management Corporation**  
**42 Winding Lane**  
**Greenwich, CT 06831**

In planning and performing our audit of the financial statements of Securities Industry Management Corporation, for the year ended September 30, 2005, 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 Securities Industry Management Corporation, 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.

Securities Industry Management Corporation.

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.

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 Securities Industry Management Corporation for the year ended September 30, 2005 and this report does not affect our report thereon dated October 18, 2005.

## Securities Industry Management

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 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 September 30, 2004, to meet Commission's objectives.

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

October 18, 2005