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

SEC FILE NUMBER  
8- 21720

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 11/1/04 AND ENDING 12/31/04  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: FSC Securities Corp.

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

(No. and Street)

(City)

(State)

(Zip Code)

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

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Pricewaterhouse Coopers

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

(Address)

(City)

PROCESSED  
SEP 22 2006  
THOMSON  
FINANCIAL

SECURITIES AND EXCHANGE COMMISSION  
RECEIVED  
JUL 28 2006  
BRANCH OF REGISTRATIONS  
AND  
EXAMINATIONS

(Zip Code)

CHECK ONE:

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

**FOR OFFICIAL USE ONLY**

\*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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# FSC Securities Corporation

An indirect wholly-owned subsidiary of American International Group, Inc.

## Statement of Operations

Years Ended December 31, 2004

*(in thousands of dollars)*

### Revenues

Commissions	\$ 132,608
Investment advisory fees	60,042
Interest income	108
Other income	8,954
Total revenues	<u>201,712</u>

### Expenses

Commissions	126,474
Investment advisory fees	44,660
General and administrative	28,157
Clearance and other	1,074
Total expenses	<u>200,365</u>
Income before income taxes	1,347
Provision for income taxes	(589)
Net income	<u>\$ 758</u>

The accompanying notes are an integral part of these financial statements.