

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20540



07007970

BB 9/5

OMB APPROVAL  
OMB Number: 3235-0123  
Effective Date: January 31, 2007  
Estimated average burden hours per response: 12.00

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

SEC FILE NUMBER  
8-42879

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 07/01/06 AND ENDING 06/30/07  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: North Ridge Securities Corp.

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

1895 Walt Whitman Road

(No. and Street)

Melville

New York

11747-3031

(City)

(State)

(Zip Code)

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

Daniel Levy

(631) 420-4242

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Lawrence B. Goodman & Co., PA

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

32-16 Broadway

Fair Lawn

New Jersey

07410

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

PROCESSED  
B SEP 07 2007  
THOMSON 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)

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OATH OR AFFIRMATION

I, Daniel Levy, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of North Ridge Securities Corp., as of June 30, 2007, 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:

[Handwritten Signature]

Signature

President

Title

Carol A. Dzikowski
Notary Public

CAROL A. DZIKOWSKI
Notary Public, State of No. k
No. 52-4638234
Qualified in Suffolk County
Comm. Exp. March 30, 2010

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~~ Cash Flows
(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).

**FORM  
X-17A-5**

**FOCUS REPORT**

OMB No. 3235-0123  
(5-31-87)

(Financial and Operational Combined Uniform Single Report)

**PART IIA** 12

3/91

(Please read instructions before preparing Form.)

This report is being filed pursuant to (Check Applicable Block(s)):

- 1) Rule 17a-5(a)  16      2) Rule 17a-5(b)  17      3) Rule 17a-11  18  
4) Special request by designated examining authority  19      5) Other  26

NAME OF BROKER-DEALER

North Ridge Securities Corp 13

ADDRESS OF PRINCIPAL PLACE OF BUSINESS (Do Not Use P.O. Box No.)

1895 Walt Whitman Road 20  
(No. and Street)

Melville 21 NY 22 11747 23  
(City) (State) (Zip Code)

SEC FILE NO.

8-42879 14

FIRM ID. NO.

20-798 15

FOR PERIOD BEGINNING (MM/DD/YY)

04/01/07 24

AND ENDING (MM/DD/YY)

06/30/07 25

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

Daniel R. Levy 30

(Area Code)—Telephone No.

(631) 420-4242 31

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT:

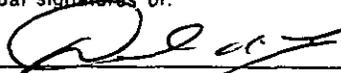
<span style="border: 1px solid black; padding: 0 5px;">32</span>	<span style="border: 1px solid black; padding: 0 5px;">33</span>
<span style="border: 1px solid black; padding: 0 5px;">34</span>	<span style="border: 1px solid black; padding: 0 5px;">35</span>
<span style="border: 1px solid black; padding: 0 5px;">36</span>	<span style="border: 1px solid black; padding: 0 5px;">37</span>
<span style="border: 1px solid black; padding: 0 5px;">38</span>	<span style="border: 1px solid black; padding: 0 5px;">39</span>

- DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS? YES  40 NO  41  
CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT  42

**EXECUTION:**

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the 13<sup>th</sup> day of August 19 2007  
Manual signatures of:

1)   
Principal Executive Officer or Managing Partner

2) \_\_\_\_\_  
Principal Financial Officer or Partner

3) \_\_\_\_\_  
Principal Operations Officer or Partner

**ATTENTION**—Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78:f(a))

**TO BE COMPLETED WITH THE ANNUAL AUDIT REPORT ONLY:**

Lawrence B. Goodman & Co., PA

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

Name (If individual, state last, first, middle name)

32-16 Broadway	Fair Lawn	NJ 70	07410
ADDRESS	Number and Street	City	State Zip Code

71	72	73	74
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Check One

- ( X ) Certified Public Accountant 75
- ( ) Public Accountant 76
- ( ) Accountant not resident in United States or  
any of its possessions 77

FOR SEC USE

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**DO NOT WRITE UNDER THIS LINE . . . FOR SEC USE ONLY**

WORK LOCATION	REPORT DATE MM/DD/YY	DOC. SEQ. NO.	CARD				
50	51	52	53				

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

<b>BROKER OR DEALER</b>	North Ridge Securities Corp	<b>N 3</b>			<b>100</b>
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**STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND  
CERTAIN OTHER BROKERS OR DEALERS**

as of (MM/DD/YY)	06/30/07	<b>99</b>
SEC FILE NO.	8-42879	<b>98</b>
Consolidated	<input type="checkbox"/>	<b>198</b>
Unconsolidated	<input checked="" type="checkbox"/>	<b>199</b>

**ASSETS**

	<u>Allowable</u>		<u>Non-Allowable</u>	<u>Total</u>
1. Cash	\$ 351,684	200		\$ 351,684 750
2. Receivables from brokers or dealers:				
A. Clearance account	25,000	295		
B. Other		300	550	25,000 810
3. Receivables from non-customers	1,627,485	355	600	1,627,485 830
4. Securities and spot commodities owned, at market value:				
A. Exempted securities		418		
B. Debt securities		419		
C. Options		420		
D. Other securities		424		
E. Spot commodities		430		850
5. Securities and/or other investments not readily marketable:				
A. At cost \$	130			
B. At estimated fair value		440	610	860
6. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:				
A. Exempted securities \$	150			
B. Other securities \$	160			
7. Secured demand notes: market value of collateral:				
A. Exempted securities \$	170			
B. Other securities \$	180			
8. Memberships in exchanges:				
A. Owned, at market \$	190			
B. Owned, at cost			650	
C. Contributed for use of the company, at market value			660	900
9. Investment in and receivables from affiliates, subsidiaries and associated partnerships		480	670	910
10. Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization		490	680	920
11. Other assets		535	735	930
12. TOTAL ASSETS	\$ 2,004,169	540	\$ 740	\$ 2,004,169 940

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER** North Ridge Securities Corp

as of 06/30/07

**STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING  
AND CERTAIN OTHER BROKERS OR DEALERS**

**LIABILITIES AND OWNERSHIP EQUITY**

<u>Liabilities</u>	<u>A.I. Liabilities</u>	<u>Non-A.I. Liabilities</u>	<u>Total</u>
13. Bank loans payable	\$ 1045	\$ 1255	\$ 1470
14. Payable to brokers or dealers:			
A. Clearance account	1114	1315	1560
B. Other	1115	1305	1540
15. Payable to non-customers	1,788,495	1155	1,788,495
16. Securities sold not yet purchased, at market value		1360	1620
17. Accounts payable, accrued liabilities, expenses and other	932	1205	932
18. Notes and mortgages payable:			
A. Unsecured	1210		1690
B. Secured	1211	1390	1700
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:			
1. from outsiders	\$ 970		
2. Includes equity subordination (15c3-1 (d)) of	\$ 980		
B. Securities borrowings, at market value: from outsiders	\$ 990		
C. Pursuant to secured demand note collateral agreements:			
1. from outsider	\$ 1000		
2. Includes equity subordination (15c3-1 (d)) of	\$ 1010		
D. Exchange memberships contributed for use of company, at market value			
E. Accounts and other borrowings not qualified for net capital purposes	1220		
20. TOTAL LIABILITIES	\$ 1,789,427	\$ 1230	\$ 1,789,427

**Ownership Equity**

21. Sole proprietorship			\$ 1770
22. Partnership (limited partners)		\$ 1020	\$ 1780
23. Corporation:			
A. Preferred stock			1791
B. Common stock		10,000	1792
C. Additional paid-in capital			1793
D. Retained earnings		204,742	1794
E. Total		214,742	1795
F. Less capital stock in treasury			1796
24. TOTAL OWNERSHIP EQUITY			\$ 214,742
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY			\$ 2,004,169

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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

North Ridge Securities, Corp

For the period (MMDDYY) from 04/01/07	3932	to 06/30/07	3933
Number of months included in this statement		3	3931

**STATEMENT OF INCOME (LOSS)**

**REVENUE**

1. Commissions:			
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$		3935
b. Commissions on listed option transactions	"		3938
c. All other securities commissions			3938
d. Total securities commissions			3940
2. Gains or losses on firm securities trading accounts			
a. From market making in options on a national securities exchange			3945
b. From all other trading			3949
c. Total gain (loss)			3950
3. Gains or losses on firm securities investment accounts			3952
4. Profit (loss) from underwriting and selling groups		"	3955
5. Revenue from sale of investment company shares		3,413,514	3970
6. Commodities revenue			3990
7. Fees for account supervision, investment advisory and administrative services			3975
8. Other revenue			3995
9. Total revenue		\$ 3,413,514	4030

**EXPENSES**

10. Salaries and other employment costs for general partners and voting stockholder officers		\$	4120
11. Other employee compensation and benefits		" 24,584	4115
12. Commissions paid to other broker-dealers		2,687,099	4140
13. Interest expense			4075
a. Includes interest on accounts subject to subordination agreements		4070	
14. Regulatory fees and expenses		3,714	4195
15. Other expenses		693,927	4100
16. Total expenses		\$ 3,409,324	4200

**NET INCOME**

17. Net Income (loss) before Federal income taxes and items below (Item 9 less Item 16)		\$ 4,190	4210
18. Provision for Federal income taxes (for parent only)		" 692	4220
19. Equity in earnings (losses) of unconsolidated subsidiaries not included above			4222
a. After Federal income taxes of	4238		
20. Extraordinary gains (losses)			4224
a. After Federal income taxes of	4239		
21. Cumulative effect of changes in accounting principles			4225
22. Net Income (loss) after Federal income taxes and extraordinary items		\$ 3,498	4230

**MONTHLY INCOME**

23. Income (current month only) before provision for Federal income taxes and extraordinary items		\$ 1,894	4211
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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

North Ridge Securities Corp

as of 06/30/07

**Exemptive Provision Under Rule 15c3-3**

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based (check one only)

- |                                                                                                                                                           |      |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|------|
| A. (k) (1)—\$2,500 capital category as per Rule 15c3-1 .....                                                                                              | 4550 |
| B. (k) (2)(A)—"Special Account for the Exclusive Benefit of customers" maintained .....                                                                   | 4560 |
| C. (k) (2)(B)—All customer transactions cleared through another broker-dealer on a fully disclosed basis. Name of clearing firm: <u>8-17574</u> (A) ..... | 4335 |
| D. (k) (3)—Exempted by order of the Commission .....                                                                                                      | 4570 |
|                                                                                                                                                           | 4580 |

**FINANCIAL AND OPERATION COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

North Ridge Securities Corp

as of 06/30/07

**COMPUTATION OF NET CAPITAL**

1. Total ownership equity from Statement of Financial Condition .....	\$	214,742	3480
2. Deduct ownership equity not allowable for Net Capital .....	▼ <sup>19</sup> (		3490
3. Total ownership equity qualified for Net Capital .....		214,742	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital .....			3520
B. Other (deductions) or allowable credits (List) .....			3525
5. Total capital and allowable subordinated liabilities .....	\$	214,742	3530
6. Deductions and/or charges:			
A. Total nonallowable assets from Statement of Financial Condition (Notes B and C) .....	▼ <sup>17</sup> \$		3540
B. Secured demand note deficiency .....			3590
C. Commodity futures contracts and spot commodities- proprietary capital charges .....			3600
D. Other deductions and/or charges .....			3610
7. Other additions and/or allowable credits (List) .....			3630
8. Net capital before haircuts on securities positions .....	▼ <sup>20</sup> \$	214,742	3640
9. Haircuts on securities (computed, where applicable, pursuant to 15c3-1 (f)):			
A. Contractual securities commitments .....	\$		3660
B. Subordinated securities borrowings .....			3670
C. Trading and investment securities:			
1. Exempted securities .....	▼ <sup>18</sup>		3735
2. Debt securities .....			3733
3. Options .....			3730
4. Other securities .....			3734
D. Undue Concentration .....			3650
E. Other (List) .....			3736
10. Net Capital .....	\$	214,742	3750

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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER** North Ridge Securities Corp as of 06/30/07

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

**Part A**

11. Minimum net capital required (6-2/3% of line 19)	\$ 119,355	3756
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$ 5,000	3758
13. Net capital requirement (greater of line 11 or 12)	\$ 119,355	3760
14. Excess net capital (line 10 less 13)	\$ 95,387	3770
15. Excess net capital at 1000% (line 10 less 10% of line 19)	\$ 35,799	3780

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

16. Total A.I. liabilities from Statement of Financial Condition	\$ 1,789,427	3790
17. Add:		
A. Drafts for immediate credit	\$ 3800	
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$ 3810	
C. Other unrecorded amounts (List)	\$ 3820	3830
19. Total aggregate indebtedness	\$ 1,789,427	3840
20. Percentage of aggregate indebtedness to net capital (line 19 ÷ by line 10)	% 833.29	3850
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	% -0-	3860

**COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT**

**Part B**

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of the net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$ 3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$ 3880
24. Net capital requirement (greater of line 22 or 23)	\$ 3760
25. Excess net capital (line 10 less 24)	\$ 3910
26. Net capital in excess of: 5% of combined aggregate debit items or \$120,000	\$ -0- 3920

OMIT PENNIES

**NOTES:**

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
  2. 6-2/3% of aggregate indebtedness or 2% of aggregate debits if alternative method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand note covered by subordination agreements not in satisfactory form and the market values of memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

**Ownership Equity and Subordinated Liabilities maturing or proposed to be withdrawn within the next six months and accruals, (as defined below), which have not been deducted in the computation of Net Capital.**

Type of Proposed withdrawal or Accrual See below for code to enter	Name of Lender or Contributor	Insider or Outsider? (In or Out)	Amount to be Withdrawn (cash amount and/or Net Capital Value of Securities)	(MMDDYY) Withdrawal or Maturity Date	Expect to Renew (yes or no)	
▼ 32	4600	4601	4602	4603	4604	4605
▼ 33	4610	4611	4612	4613	4614	4615
▼ 34	4620	4621	4622	4623	4624	4625
▼ 35	4630	4631	4632	4633	4634	4635
▼ 36	4640	4641	4642	4643	4644	4645
▼ 37	4650	4651	4652	4653	4654	4655
▼ 38	4660	4661	4662	4663	4664	4665
▼ 39	4670	4671	4672	4673	4674	4675
▼ 40	4680	4681	4682	4683	4684	4685
▼ 41	4690	4691	4692	4693	4694	4695

TOTAL \$: N/A 4699

OMIT PENNIES

Instructions: Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c)(2)(iv)), which could be required by the lender on demand or in less than six months.

- WITHDRAWAL CODE:      DESCRIPTION
1.                      Equity Capital
  2.                      Subordinated Liabilities
  3.                      Accruals
  4.                      15c3-1(c)(2)(iv) Liabilities

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

North Ridge Securities Corp

For the period (MMDDYY) from 04/01/07 to 06/30/07

**STATEMENT OF CHANGES IN OWNERSHIP EQUITY  
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)**

1. Balance, beginning of period .....		\$	211,244		4240
A. Net income (loss) .....			3,498		4250
B. Additions (Includes non-conforming capital of .....	∇ \$		4262	)	4260
C. Deductions (Includes non-conforming capital of .....	\$		4272	)	4270
2. Balance, end of period (From item 1800) .....		\$	214,742		4290

**STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED  
TO CLAIMS OF GENERAL CREDITORS**

3. Balance, beginning of period .....	∇ \$				4300
A. Increases .....					4310
B. Decreases .....					4320
4. Balance, end of period (From item 3520) .....		\$	-0-		4330

OMIT PENNIES

**NORTH RIDGE SECURITIES CORP.**

**FINANCIAL STATEMENTS**

**JUNE 30, 2007**





Lawrence B. Goodman, CPA\*  
Richard B. Klein  
Catherine Marotta, CPA

David J. Goodman, CPA, MST\*  
William R. Lungren, CPA  
Jacqueline M. Shamieh, CPA

\* Certified in New Jersey and New York

**REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS**

To The Board of Directors of  
North Ridge Securities Corp.  
1895 Walt Whitman Road  
Melville, New York 11747-3031

We have audited the accompanying statement of financial condition of North Ridge Securities Corp., as of June 30, 2007, and the related statements of income, changes in stockholder's equity, and cash flows 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 also 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 North Ridge Securities Corp. as of June 30, 2007, and the results of its operations and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I and II 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 Exchange Act of 1934. 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.

Lawrence B. Goodman & Co. P.A.  
Certified Public Accountants

Fair Lawn, New Jersey  
July 16, 2007

**NORTH RIDGE SECURITIES CORP.**

**STATEMENT OF FINANCIAL CONDITION**

**JUNE 30, 2007**

**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 351,684	
Commissions receivable	<u>1,627,485</u>	
Total current assets		\$1,979,169

**Other Assets**

Security deposit		<u>25,000</u>
------------------	--	---------------

Total Assets		<u>\$2,004,169</u>
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**LIABILITIES AND STOCKHOLDER'S EQUITY**

**Current Liabilities**

Accrued expenses	\$1,757,427	
Due to affiliates	<u>32,000</u>	
Total current liabilities		\$1,789,427

**Stockholder's Equity**

Capital stock	10,000	
Retained earnings	<u>204,742</u>	
Total stockholder's equity		<u>214,742</u>

Total Liabilities and Stockholder's Equity		<u>\$2,004,169</u>
--------------------------------------------	--	--------------------

See accountant's opinion and notes to financial statements.



**NORTH RIDGE SECURITIES CORP.**

**STATEMENT OF INCOME**

**FOR THE YEAR ENDED JUNE 30, 2007**

**Income**

Commission income \$10,916,585

**Operating Expenses**

Management fees \$2,229,000

Commissions 8,304,903

Rent and utilities 154,705

Wages 88,666

Payroll taxes 7,596

Office expenses 36,340

Insurance 6,455

Telephone 8,880

Fees and licenses 64,640

Total operating expenses 10,901,185

Income before provision for Federal and  
State income taxes

15,400

Provision for Federal and State income taxes

3,374

Net income

\$ 12,026

See accountant's opinion and notes to financial statements.



**NORTH RIDGE SECURITIES CORP.**

**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY**

**FOR THE YEAR ENDED JUNE 30, 2007**

	<i>Common Stock</i>	<i>Retained Earnings</i>	<i>Total</i>
Stockholder's equity July 1, 2006	\$10,000	\$192,716	\$202,716
Net income	<u>-</u>	<u>12,026</u>	<u>12,026</u>
Stockholder's equity June 30, 2007	<u>\$10,000</u>	<u>\$204,742</u>	<u>\$214,742</u>

See accountant's opinion and notes to financial statements.



**NORTH RIDGE SECURITIES CORP.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

Cash flows from operating activities:

Net income		\$ 12,026
Changes in assets and liabilities:		
Increase in commissions receivable	(\$502,886)	
Decrease in prepaid expenses	476	
Increase in accrued expenses	549,743	
Decrease in amounts due to affiliated company	( 43,000)	
Total adjustments		<u>4,333</u>
Net cash provided by operating activities		16,359
Cash and cash equivalents at beginning of year		<u>335,325</u>
Cash and cash equivalents at end of year		<u>\$351,684</u>

***Supplemental Cash Flow Information***

Interest paid		<u>\$ -</u>
Income taxes paid		<u>\$ 1,966</u>

See accountant's opinion and notes to financial statements.



**NORTH RIDGE SECURITIES CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

**DESCRIPTION OF BUSINESS**

North Ridge Securities Corp. is a broker-dealer subject to the rules and regulations of the National Association of Securities Dealers (NASD) and Securities Investor Protection Corporation (SIPC). Their place of business is located at 1895 Walt Whitman Road, Melville, New York 11747-3031.

**SIGNIFICANT ACCOUNTING POLICIES**

The Company's financial statements are prepared in accordance with U.S. generally accepted accounting principles ("GAAP"), which require management to use its judgment in making certain estimates and assumptions that effect the amounts reported in the financial statements. Actual results could differ from these estimates.

All of the Company's assets and liabilities are carried at either fair value or amounts which approximate fair value.

Commission income and related clearing expenses are recorded on a trade date basis as securities transactions occur.

**CASH AND CASH EQUIVALENTS**

The Company maintains cash balances at Chase Bank. Accounts are insured by the Federal Deposit Insurance Corporation up to \$100,000. As of June 30, 2007, the amount that exceeded the federally insured limits was \$275,178.

**AFFILIATED COMPANY TRANSACTIONS-MANAGEMENT FEES**

North Shore Capital Management Corp. performs some of the administrative duties for North Ridge Securities Corp. The Company pays NSCMC a management fee to cover these expenses. North Ridge Securities Corp. paid \$2,229,000 for these services for the year ended June 30, 2007.

**CAPITAL STOCK**

The authorized, issued and outstanding shares of capital stock at June 30, 2007, were as follows:

Common stock, without par value, authorized 300 shares; issued and outstanding 250 shares.



## NET CAPITAL REQUIREMENT

As a registered broker-dealer and member of the National Association of Securities Dealers, Inc., the Company is subjected to Rule 15c3-1 of the Securities and Exchange Commission which specifies uniform net capital requirements, as defined, equal to the greater of one-fifteenth of aggregate indebtedness, as defined, or \$5,000. At June 30, 2007, the Company had net capital of approximately \$214,742, which exceeded the minimum requirement by approximately \$95,387.

## INCOME TAXES

Tax provisions are as follows:

State	\$1,177
Federal	<u>2,197</u>
	<u>\$3,374</u>

## CUSTOMER TRANSACTIONS

The Company has entered into dealer arrangements with various mutual fund distributors. The Company acts as agent in executing mutual fund transactions on behalf of its customers. The customers are carried on a fully disclosed basis by the various mutual fund complexes.

As an introducing broker, the Company has its customers' securities transactions cleared by a clearing broker pursuant to a clearance agreement.

While the Company has agreed to indemnify its clearing broker for certain losses that the clearing broker may sustain from the customer accounts introduced by the Company, the clearing broker maintains the responsibility of margining such accounts and determining adequate collateralization.

## NORTH RIDGE SECURITIES CORP.

## NET CAPITAL COMPUTATION

JUNE 30, 2007

Total Assets	\$2,004,169
Less: Liabilities	<u>1,789,427</u>
Net Worth	214,742
Less: Non-Allowable Assets	<u>-</u>
Current Capital	214,742
Less: Haircuts	<u>-</u>
Adjusted net capital	<u>\$ 214,742</u>
Percentage of aggregate indebtedness to net capital	<u>833.29%</u>

There are no material differences between the adjusted net capital as reported on this exhibit and the net capital reported on Part IIA of the Focus Report (form X-17a-5)

See accountant's opinion.



**NORTH RIDGE SECURITIES CORP.**

**STATEMENT**

**JUNE 30, 2007**

Inadequacies in accounting systems, internal control and procedures for safeguarding securities:

NONE



Lawrence B. Goodman, CPA\*  
Richard B. Klein  
Catherine Marotta, CPA

David J. Goodman, CPA, MST\*  
William R. Lungren, CPA  
Jacqueline M. Shamieh, CPA  
*\* Certified in New Jersey and New York*

To The Board of Directors of  
North Ridge Securities Corp.  
1895 Walt Whitman Road  
Melville, New York 11747-3031

In planning and performing our audit of the financial statements of North Ridge Securities Corp. (the Company) as of and for the year ended June 30, 2007, in accordance with auditing standards generally accepted in the United States of America, we considered the Company's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we not express an opinion on the effectiveness of the Company's internal control.

Also, as required by rule 17a-5(g)(1) of the Securities Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Company including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures following by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons, and the recordation of differences required by rule 17a-13 .
2. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System.
3. Obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customers as required by Rule 15c3-3.

The management of the Company is responsible for establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of controls and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's above-mentioned objectives. Two of the objectives of internal control 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 the preparation of financial statements in accordance 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 limitations in internal control or the practices and procedures referred to above, error or fraud 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 of their design and operation may deteriorate.

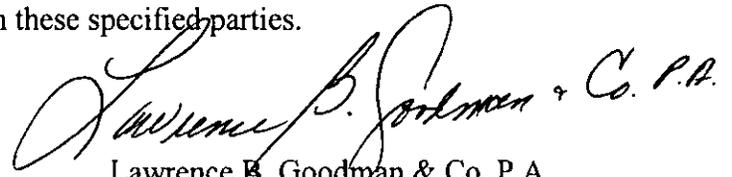
A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. We did not identify any deficiencies in internal control and control activities for safeguarding securities that we consider to be material weaknesses, as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes 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, as described in the second paragraph of this report, were adequate at June 30, 2007 to meet the SEC's objectives.

This report is intended solely for the use of management of North Ridge Securities Corp., the SEC, and other regulatory agencies that rely on rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than these specified parties.



Lawrence B. Goodman & Co. P.A.  
Certified Public Accountants

Fair Lawn, New Jersey  
July 16, 2007

**END**

