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FEB 25 2008

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

SEC FILE NUMBER
8-08680

Washington, DC
106

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 01/01/2007 AND ENDING 12/31/2007
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: V.M. Manning & Company, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

211 East Washington Street

(No. and Street)

Greenville
(City)

South Carolina
(State)

29601
(Zip Code)

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

Nelson B. Arrington, III

(864-232-8231)

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Elliott Davis, LLC

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

200 E. Broad Street
(Address)

Greenville
(City)

South Carolina
(State)

29601
(Zip Code)

CHECK ONE:

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

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FINANCIAL

FOR OFFICIAL USE ONLY

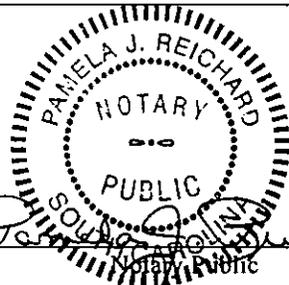
*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

Handwritten initials/signature

OATH OR AFFIRMATION

I, Nelson B. Arrington, III, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of V.M. Manning & Company, Inc., as of December 31, 20 07, 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



Nelson B. Arrington III
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 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).

V. M. MANNING & COMPANY, INC.

REPORT ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2007

**(Pursuant to paragraph (d) of Rule 17a-5
of the Securities and Exchange Act of 1934)**

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C.

ANNUAL AUDITED REPORT

DECEMBER 31, 2007

V. M. MANNING & COMPANY, INC.
(Name of Respondent)

211 East Washington Street
P. O. Box 10389
Greenville, South Carolina 29603
(Address of principal executive office)

Nelson B. Arrington, III
President
V. M. Manning & Company, Inc.
P. O. Box 10389
Greenville, South Carolina 29603
(Name and address of person authorized to receive
notices and communications from the Securities and
Exchange Commission)

*V. M. MANNING & COMPANY, INC.
GREENVILLE, SOUTH CAROLINA*

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INDEPENDENT AUDITOR'S REPORT

Mr. Nelson B. Arrington, III, President
V. M. Manning & Company, Inc.
Greenville, South Carolina

We have audited the accompanying statement of financial condition of V. M. Manning & Company, Inc. as of December 31, 2007 and the related statements of operations and retained earnings, 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 the 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 condition of V. M. Manning & Company, Inc. as of December 31, 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 on pages 11 through 16 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.

Elliott Davis, LLC

Greenville, South Carolina
February 21, 2008

V. M. MANNING & COMPANY, INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2007

ASSETS

CASH AND CASH EQUIVALENTS	\$	30,227
DEPOSIT WITH CLEARING AGENT		50,061
MANAGEMENT FEES RECEIVABLE		58,284
RECEIVABLES FROM STOCKHOLDERS		19,800
INCOME TAX REFUND RECEIVABLE		255
SECURITIES OWNED		144,340
COINS		<u>8,129</u>
	\$	<u>311,096</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

ACCRUED EXPENSES AND OTHER LIABILITIES	\$	13,578
STOCKHOLDERS' EQUITY		
Capital stock - common - par value \$1 per share; authorized 50,000 shares; issued 7,500 shares	\$	7,500
Retained earnings		<u>290,018</u>
	\$	<u>311,096</u>

The accompanying notes are an integral part of this financial statement.

V. M. MANNING & COMPANY, INC.
STATEMENT OF OPERATIONS AND RETAINED EARNINGS
For the year ended December 31, 2007

REVENUES			
Commissions		\$	17,821
Investment management fee income			237,778
Interest, dividends and other			<u>48,211</u>
			303,810
EXPENSES			
Commissions	\$	159,371	
Communications		5,780	
Net inventory and investment loss		4,221	
Taxes other than income		16,054	
Other		<u>101,538</u>	<u>286,964</u>
Income before income taxes			16,846
PROVISION FOR INCOME TAXES			
Net income			<u>16,846</u>
RETAINED EARNINGS, BEGINNING OF YEAR			<u>273,172</u>
RETAINED EARNINGS, END OF YEAR			<u>\$ 290,018</u>
NET INCOME PER SHARE			<u>\$ 2.25</u>

The accompanying notes are an integral part of this financial statement.

V. M. MANNING & COMPANY, INC.
STATEMENT OF CASH FLOWS
For the year ended December 31, 2007

OPERATING ACTIVITIES

Net income	\$ 16,846
Adjustments to reconcile net income to net cash provided from operating activities	
Depreciation	3,300
Changes in deferred and accrued amounts	
Deposit with clearing agent	(1)
Management fees receivable	(201)
Securities owned	(17,617)
Accrued expenses and other liabilities	166
Gain from sale of securities	<u>(2,423)</u>
Net cash provided from operating activities	70

INVESTING ACTIVITIES

Proceeds from sales of securities	<u>14,922</u>
Increase in cash and cash equivalents	14,992

CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR 15,235

CASH AND CASH EQUIVALENTS, END OF YEAR \$ 30,227

The accompanying notes are an integral part of this financial statement.

V. M. MANNING & COMPANY, INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
For the year ended December 31, 2007

STOCKHOLDERS' EQUITY, BEGINNING OF YEAR	\$ 280,672
NET INCOME FOR THE YEAR	<u>16,846</u>
STOCKHOLDERS' EQUITY, END OF YEAR	<u>\$ 297,518</u>

The accompanying notes are an integral part of this financial statement.

V. M. MANNING & COMPANY, INC.
STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS
For the year ended December 31, 2007

BALANCE, BEGINNING OF YEAR	\$ -
DECREASE: PAYMENT OF LIABILITIES SUBORDINATED TO CLAIMS OF GENERAL CREDITORS	_____
BALANCE, END OF YEAR	<u> </u>

The accompanying notes are an integral part of this financial statement.

V. M. MANNING & COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ACTIVITIES

V. M. Manning & Company, Inc. (the "Company") is a securities broker with one office located in Greenville, South Carolina. The Company trades securities for its individual and institutional customers, most of which are located in the southeastern United States. The Company also manages investment accounts for individuals, most of whom are located in South Carolina.

Cash equivalents

The Company considers all short-term nonequity investments with an original maturity of three months or less to be cash equivalents.

Securities

The Company accounts for securities in accordance with Statement of Financial Accounting Standards (SFAS) No. 115 "Accounting for Certain Investments in Debt and Equity Securities". Securities that are bought principally for the purpose of selling them are classified as trading securities and are reported at fair value, with unrealized gains and losses recognized in earnings.

The fair value of substantially all securities is determined by quoted market prices.

Property and equipment

Property and equipment are carried at cost, with depreciation being provided using straight-line and accelerated methods over the assets' useful lives.

Recognition of revenue

Commissions earned on sales and purchases of securities for customers are recorded on the settlement date of the transaction.

Income taxes

Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes related primarily to differences between the basis of property and equipment for financial and income tax reporting. Deferred tax assets and liabilities represent the future tax consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

Net income per common share

Net income per common share is computed based on the weighted average number of shares outstanding during each period in accordance with SFAS No. 128, "Earnings Per Share".

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported 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 - INVESTMENTS

Securities owned at December 31, 2007 consist of trading and investment securities carried at a quoted market value of \$144,340.

Coins owned at December 31, 2007 consist of antique American coins carried at a quoted market value of \$8,129.

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2007:

	<u>Life in years</u>	<u>Cost</u>
Automobile	5	\$ 18,000
Office furniture and equipment	5	5,232
Telephone equipment	5	4,962
		<u>28,194</u>
Less accumulated depreciation		<u>28,194</u>
		<u>\$ -</u>

Depreciation expense totaled \$3,300 for 2007.

NOTE 4 - INCOME TAXES

The Company has deferred tax assets primarily related to net operating losses and unrealized losses on securities. The Company has recorded a 100 percent valuation allowance against the deferred tax assets due to uncertainty of their ultimate realization. No current year provision is required based on the prior net operating losses.

NOTE 5 - CLEARING AGREEMENT

Throughout 2007, the Company contracted with a clearing agent to act on a fully disclosed basis for all accounts. The Company acts as introducing broker and customer accounts so designated are carried on the books of the clearing agent.

NOTE 6 - NET CAPITAL REQUIREMENT

The Company's net capital, computed in accordance with the rules of the Securities and Exchange Commission (SEC), was \$255,730 as of December 31, 2007. At this date, the required net capital was \$50,000.

The SEC requires a broker to maintain a ratio of aggregate indebtedness to net capital not exceeding 15 to one. As of December 31, 2007, the Company's ratio was 0.05 to one.

NOTE 7 - CASH FLOW INFORMATION

For the purpose of measuring cash flows, cash consisted of the following items as of December 31, 2007:

Cash and cash equivalents	\$ 30,227
Cash segregated in compliance with federal and other regulations	-
	<u>\$ 30,227</u>

NOTE 8 - RELATED PARTY TRANSACTIONS

During 2007, the Company paid three stockholder-employees a total of \$165,400 in commissions and salaries. All were employed substantially full-time in the Company.

As of December 31, 2007, the Company had receivables from stockholders totaling \$19,800.

The Company leases its premises from a related party under a month-to-month lease for \$1,500 per month.

NOTE 9 - CONCENTRATION OF CREDIT RISK

During 2007, the Company earned approximately 34% of revenue from one client.

SUPPLEMENTARY INFORMATION

***Pursuant to Rule 17a-5 of the
Securities Exchange Act of 1934***

As of December 31, 2007

Supplementary Schedule 1

V. M. MANNING & COMPANY, INC.
 COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1
 DECEMBER 31, 2007

TOTAL OWNERSHIP EQUITY \$ 297,518

ADD

Liabilities subordinated to claims of general creditors
 allowable in computation of net capital _____
 Total capital and allowable subordinated liabilities 297,518

DEDUCT

Nonallowable (a) _____ 28,184
 Net capital before haircuts on securities positions 269,334
 HAIRCUTS - Securities in inventory (b) _____ 13,604
 Net capital \$ 255,730

(a) Receivables from stockholders and related party \$ 19,800
 Coins 8,129
 Income tax refund receivable _____ 255
\$ 28,184

(b) Other securities haircuts
 [15c3-1(c)(2)(vi)(J)] \$ 13,604

Supplementary Schedule 2

V. M. MANNING & COMPANY, INC.
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS
PURSUANT TO RULE 15c3-3
DECEMBER 31, 2007

CREDIT BALANCES

Free credit balances and other balances in customers' security accounts	\$	-
Market value of securities which are in transfer in excess of forty calendar days and have not been confirmed to be in transfer by the transfer agent or the issuer during the forty days		-
Customers' securities failed to receive		-
Total 15c3-3 credits		<u>-</u>

DEBIT BALANCES

Debit balances in customers' cash and margin accounts excluding unsecured accounts and accounts doubtful of collection, net of deductions pursuant to Rule 15c3-3		-
Failed to deliver of customers' securities not older than thirty days		-
Total 15c3-3 debits		<u>-</u>
	\$	<u>-</u>

Supplementary Schedule 3

V. M. MANNING & COMPANY, INC.
INFORMATION RELATING TO THE POSSESSION OR CONTROL
REQUIREMENTS UNDER RULE 15c3-3
DECEMBER 31, 2007

Customers' fully paid securities and excess margin securities
not in the respondent's possession or control as of the report
date (for which instructions to reduce to possession or control
had been issued as of the report date) but for which the required
action was not taken by respondent within the time frames
specified under Rule 15c3-3

\$ _____ -

Number of items

_____ -

Customers' fully paid securities and excess margin securities
for which instructions to reduce to possession or control
had not been issued as of the report date, excluding items
arising from "temporary lags which result from normal business
operations" as permitted under Rule 15c3-3

_____ -

Number of items

_____ -

\$ _____ -

Supplementary Schedule 4

V. M. MANNING & COMPANY, INC.
 RECONCILIATION PURSUANT TO RULE 17a-5(d)(4)
 DECEMBER 31, 2007

	<u>Unaudited</u>	<u>Adjustments</u> <u>Dr. (Cr.)</u>	<u>Audited</u>
ALLOWABLE ASSETS			
Cash and cash equivalents	\$ 30,227	\$	\$ 30,227
Management fees receivable	58,284		58,284
Securities owned	144,340		144,340
Deposit with clearing agent	50,061		50,061
NON-ALLOWABLE ASSETS			
Securities owned	-		-
Book value of property and equipment	-		-
OTHER ASSETS	<u>28,184</u>		<u>28,184</u>
Total assets	<u>\$ 311,096</u>	<u>\$</u>	<u>\$ 311,096</u>
ACCRUED EXPENSES AND OTHER LIABILITIES	<u>\$ 13,578</u>	<u>\$</u>	<u>\$ 13,578</u>
Total liabilities	13,578		13,578
CAPITAL ACCOUNTS			
Capital stock	7,500		7,500
Retained earnings	<u>290,018</u>		<u>290,018</u>
Total capital	<u>297,518</u>		<u>297,518</u>
Total liabilities and capital	<u>\$ 311,096</u>	<u>-</u>	<u>\$ 311,096</u>

Supplementary Schedule 5

V. M. MANNING & COMPANY, INC.
SCHEDULE OF AGGREGATE INDEBTEDNESS
DECEMBER 31, 2007

Payroll taxes withheld and accrued	\$ 1,035
Commissions due to salesmen	12,373
Other	<u>170</u>
	<u>\$ 13,578</u>

V. M. MANNING & COMPANY, INC.
RECONCILIATION OF PRELIMINARY NET INCOME TO FINAL
For the year ended December 31, 2007

Net income per preliminary FOCUS report	\$ 16,846
Adjustment	<u>-</u>
Net income per final statement of operations	<u>\$ 16,846</u>

INDEPENDENT AUDITOR'S REPORT ON INTERNAL ACCOUNTING CONTROL

Mr. Nelson B. Arrington, III, President
V. M. Manning & Company, Inc.
Greenville, South Carolina

In planning and performing our audit of the financial statements and supplemental schedules of V. M. Manning & Company, Inc. for the year ended December 31, 2007, in accordance with auditing standards generally accepted in the United States of America, we considered the Company's internal control over financial reporting (internal control) 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 do 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 and Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Company including consideration of control activities for safeguarding securities. This study included tests of such practices and procedures that we considered relevant to the objective stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness (or aggregate debits) 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 followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, comparisons, and 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.

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 judgments 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 Securities and Exchange Commission'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 conformity with accounting principles generally accepted in the United States of America. 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, errors 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 operating 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 as 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 internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in a more than 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 Securities and Exchange Commission 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 our study, we believe that the Company's practices and procedures, as described in the second paragraph of this report, were adequate at December 31, 2007 to meet the Securities and Exchange Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the Financial Industry Regulatory Authority ("FINRA") and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 and should not be used by anyone other than these specified parties.

Elliott Davis, LLC

Greenville, South Carolina
February 21, 2008