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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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

MAR 20 2008

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FACING PAGE

Washington, DC

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 01/01/07 AND ENDING 12/31/07
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: STEPHEN L. SCHECHTER & CO., INC.

N.K.A. White Marsh Capital Advisors LLC
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
1500 BROADWAY

OFFICIAL USE ONLY

FIRM I.D. NO.

NEW YORK (No. and Street) NEW YORK 10036
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
MARK MANZO (212) 994-3773

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
WAGNER SHARER MURTAUGH & PETREE

(Name - if individual, state last, first, middle name)
1103 LAUREL OAK ROAD, SUITE 105B, VOORHEES, NJ 08043

(Address) (City) (State) (Zip Code)

CHECK ONE:

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

PROCESSED

APR 03 2008

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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)

SEC 1410 (06-02)

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information contained in this form are not required to respond
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OATH OR AFFIRMATION

I, GRANVILLE UNGERLEIDER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of STEPHEN L. SCHECHTER & CO., 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:


Signature

PRESIDENT

Title


Notary Public



This report ** contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of OPERATIONS
- ☒ (d) Statement of CASH FLOW
- ☒ (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).

WAGNER SHARER MURTAUGH & PETREE

Certified Public Accountants

Business Advisors

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Stephen L. Schechter & Co., Inc.

We have audited the accompanying statement of financial condition of Stephen L. Schechter & Co., Inc. as of December 31, 2007, and the related statements of operations, changes in stockholder's equity and cash flows for the year then ended. 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 Stephen L. Schechter & Co., 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 conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the schedules on pages 10 and 11 is presented for purposes of additional analysis and is not a required part of the basic financial statements but is supplemental information required by Rule 17a-5 under 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 and in conformity with the rules of the Securities and Exchange Commission.

WAGNER SHARER MURTAUGH & PETREE

Wagner Sharer Murtaugh + Petree

Certified Public Accountants

Voorhees, New Jersey
March 25, 2008

STEPHEN L. SCHECHTER & CO., INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2007

ASSETS

Current assets:

Cash and cash equivalents	\$ 20,859
Prepaid expenses	76
Total assets	<u>\$ 20,935</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Current liabilities:

Accounts payable and accrued expenses	\$ 8,750
Total liabilities	<u>8,750</u>

Stockholder's equity:

Common stock, no par value; 1,000 shares authorized; 150 shares issued and outstanding	-
Additional paid in capital	218,222
Accumulated deficit	<u>(206,037)</u>
Total stockholder's equity	<u>12,185</u>
Total liabilities and stockholder's equity	<u>\$ 20,935</u>

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

STEPHEN L. SCHECHTER & CO., INC.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2007

REVENUES

Advisory fee	\$ 36,250
Miscellaneous income	35,000
Interest income	<u>700</u>
Total revenue	<u>71,950</u>

EXPENSES

Employee compensation and benefits	18,707
Professional fees and outside consultants	22,700
Rent	52,093
Regulatory fees	789
Miscellaneous expenses	<u>832</u>
Total expenses	<u>95,121</u>
Net loss	<u><u>\$ (23,171)</u></u>

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

STEPHEN L. SCHECHTER & CO., INC.
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
FOR THE YEAR ENDED DECEMBER 31, 20007

	<u>Common Stock</u>		<u>Additional</u>	<u>Accumulated</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Paid in</u>	<u>Deficit</u>	<u>Total</u>
			<u>Capital</u>		
Balance, January 1, 2007	150	\$ -	\$ 218,222	\$ (132,866)	\$ 85,356
Distributions				(50,000)	(50,000)
Net loss				(23,171)	(23,171)
Balance, December 31, 2007	<u>150</u>	<u>\$ -</u>	<u>\$ 218,222</u>	<u>\$ (206,037)</u>	<u>\$ 12,185</u>

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

STEPHEN L. SCHECHTER & CO., INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2007

CASH FLOWS FROM OPERATING ACTIVITIES:

Net loss	\$ (23,171)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Decrease in operating assets:	
Prepaid expenses	2,624
Due from affiliate	25,028
Decrease in operating liabilities:	
Accounts payable and accrued expenses	<u>(3,346)</u>
Net cash provided by operating activities	<u>1,135</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Distributions	<u>(50,000)</u>
Net cash used in investing activities	<u>(50,000)</u>
Net decrease in cash and cash equivalents	(48,865)
Cash and cash equivalents, beginning	<u>69,724</u>
Cash and cash equivalents, end	<u><u>\$ 20,859</u></u>

SUPPLEMENTAL SCHEDULE OF CASH PAID DURING THE YEAR FOR:

Income taxes	<u><u>\$ -</u></u>
Interest	<u><u>\$ -</u></u>

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

STEPHEN L. SCHECHTER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

1. Ownership and Operation of the Company:

Stephen L. Schechter & Co., Inc. (an S corporation, the "Company") was incorporated under the laws of the State of Delaware in 1979. The Company is a registered broker-dealer, providing placement of securities and advisory services relating to corporate finance transactions. The Company is registered with the Securities and Exchange Commission ("SEC") and the Financial Industry Regulatory Authority ("FINRA") and is a member of the Securities Investors Protection Corporation ("SIPC").

2. Significant Accounting Policies:

Revenue and Cost Recognition:

The Company reports revenues and expenses on the accrual method of accounting.

Cash and Cash Equivalents:

Cash and cash equivalents consist of cash in banks, petty cash on hand, and highly liquid instruments, with original maturities of less than ninety days that are not for sale in the ordinary course of business.

Income Taxes:

The Company has elected to be taxed under Subchapter S of the Internal Revenue Code. Accordingly, the Company's income or loss is passed to the shareholder individually. Therefore, no provision or liability for federal or state income taxes has been included in the financial statements.

Advertising Cost:

Advertising costs are expensed as incurred. There were no advertising expenses for the year ended December 31, 2007.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

STEPHEN L. SCHECHTER & CO., INC.
NOTES TO FINANCIAL STATEMENTS

3. Net Capital Requirement:

As a registered broker-dealer, the Company is subject to the Uniform Net Capital Rule (Rule 15c3-1) under the Securities and Exchange Act of 1934. The rule requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (or 15 times net capital). At December 31, 2007, the Company had net capital of \$12,109, which was \$7,109 in excess of its required net capital of \$5,000. The Company's ratio of aggregate indebtedness to net capital was .72 to 1 at December 31, 2007.

4. Related Party Transactions:

Rent expense:

The Company paid rent to an affiliate and a relative of a stockholder for the usage of space. The total rent paid was \$52,093 for the year ended December 31, 2007.

5. Concentration of Credit Risk:

The Company's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents. The Company places its cash with high credit quality institutions. At times such cash may be in excess of the FDIC insurance limit.

6. Subsequent Event:

In November 2007, the Company's sole stockholder entered into an agreement to sell his entire interest in the Company. This transaction is subject to FINRA's approval.

* * *

SUPPLEMENTAL SCHEDULES

STEPHEN L. SCHECHTER & CO., INC.
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1
DECEMBER 31, 2007

Net Capital

Total stockholders' equity	\$ 12,185
Less: non-allowable assets:	
Prepaid expenses	(<u>76</u>)
Net capital at December 31, 2007	12,109
Minimum net capital required	<u>5,000</u>
Excess net capital	<u>\$ 7,109</u>
Excess net capital at 1,000 percent	<u>\$ 7,109</u>

Aggregate Indebtedness

Total aggregate indebtedness	<u>\$ 8,750</u>
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Computation of Minimum Net Capital Required

Total aggregate indebtedness	\$ 8,750
Rate	<u>6.7%</u>
	\$ 586
Minimum dollar net capital requirement	\$ 5,000
Minimum net capital required	<u>\$ 5,000</u>
Percentage of aggregate indebtedness to net capital	<u>72%</u>

The Company claims exemption from the requirements of Rule 15c3-3, under Section (k)(2)(i) of the rule.

No material differences exist between the above computation and the computation included in the Company's corresponding unaudited Form X-17a-5 Part IIA filing.

See independent auditors' report.

STEPHEN L. SCHECHTER & CO., INC.

**COMPUTATION FOR DETERMINATION OF THE RESERVE REQUIREMENTS AND
INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS FOR
BROKERS AND DEALERS UNDER RULE 15C3-3**

DECEMBER 31, 2007

The company does not effect transactions for anyone defined as a customer under Rule 15c3-3. Accordingly, there are no items to report under the requirements of this rule

See independent auditors' report.

WAGNER SHARER MURTAUGH & PETREE

Certified Public Accountants

Business Advisors

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AUDITORS' REPORT ON INTERNAL CONTROLS

To the Board of Directors of
Stephen L. Schechter & Co., Inc.

In planning and performing our audit of the financial statements of Stephen L. Schechter & Co., Inc. (the "Company") for the year ended December 31, 2007, we considered its internal control structure, including control activities 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.

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 tests of such practices and procedures that we considered relevant to the objectives stated in Rule 17a-5(g) in making 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 security examinations, counts, verifications, and comparisons.
2. Recordation of differences required by Rule 17a-13.
3. Complying with the requirements for prompt payment for securities under Section S of the 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 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 and procedures 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. 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 the inherent limitations 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 of 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 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 Commission to be adequate for its purposes in accordance with the Securities and 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 were adequate for the year ended December 31, 2007, to meet the Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the New York Stock Exchange 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.

WAGNER SHARER MURTAUGH & PETREE

Wagner Sharer Murtaugh + Petree

Certified Public Accountants

Voorhees, New Jersey
March 25, 2008

END