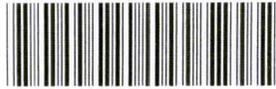


✱  
mr

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL  
OMB Number: 3235-0123  
Expires: February 28, 2010  
Estimated average burden  
hours per response..... 12.00



09056878

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

SEC FILE NUMBER  
8- 29445

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 01/01/2008 AND ENDING 12/31/2008  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: HORIZONS FINANCIAL INVESTMENT CORP.

OFFICIAL USE ONLY

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

FIRM I.D. NO.

151 Harrington Circle  
(No. and Street)

Willingboro New Jersey 08046  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
RICHARD J. ISACKSON 609-877-3355  
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

Harrison, Mauro & Morgan  
(Name - if individual, state last, first, middle name)

586 High Street, P.O. Box 400, Burlington, NJ 08016  
(Address) (City) (State) (Zip Code)

SEC Mail  
Mail Processing  
Section

MAR 02, 2009

Washington, DC  
106

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)

107  
3/20

OATH OR AFFIRMATION

I, RICHARD J. ISACKSON, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of HORIZONS FINANCIAL INVESTMENT CORP. of December 31, 2008, 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 of Richard J. Isackson

Signature

PRESIDENT

Title

Notary Public signature: Senore Isackson

NOTARY PUBLIC OF NEW JERSEY EXPIRES JAN 4/25/2010

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.
(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 156-3.
(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 156-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 156-3.
(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).



CERTIFIED PUBLIC ACCOUNTANTS

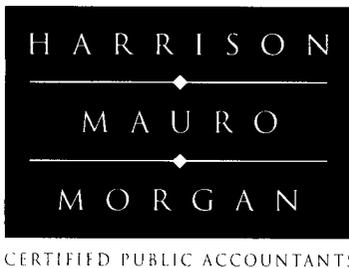
**HORIZONS FINANCIAL INVESTMENT CORPORATION**

**CONTENTS**

	<u>Page No.</u>
Independent Auditor's Report	1
Statement of Financial Condition	2
Statement of Operations	3
Statement of Stockholders' Equity	4
Statement of Cash Flows	5
Notes to Financial Statements	6 – 9



The CPA, Never Underestimate The Value.



STEVEN M. HARRISON, CPA  
RICHARD L. MAURO, CPA  
WILLIAM J. MORGAN, CPA  
WILLIAM A. BAKER, CPA (1991-2002)

◆  
*A Peer Reviewed Member of the  
American Institute of Certified Public  
Accountants*

◆  
*A Member of the New Jersey Society  
Of Certified Public Accountants*

Board of Directors  
Horizons Financial Investment Corporation  
Willingboro, NJ

### **INDEPENDENT AUDITOR'S REPORT**

We have audited the accompanying statement of financial condition of Horizons Financial Investment Corporation as of December 31, 2008, and the related statement of operations, changes in stockholders' equity and cash flows for the year then ended that you are filing pursuant to rule 17a-5 under 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 generally accepted auditing standards. 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 Horizons Financial Investment Corporation as of December 31, 2008 and the results of its activity and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Harrison, Mauro & Morgan, P.A.

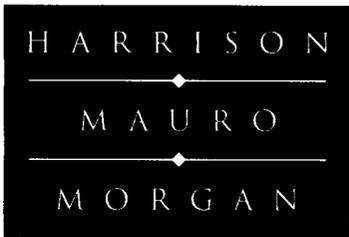
February 23, 2009

568 High Street  
PO Box 400  
Burlington, NJ 08016  
609-386-6556  
Fax 609-386-6446



The CPA, Never Underestimate The Value.

703 White Horse Road  
Suite 5  
Voorhees, NJ 08043  
856-782-9700  
Fax 856-782-2233



CERTIFIED PUBLIC ACCOUNTANTS

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**STATEMENT OF FINANCIAL CONDITION**  
**DECEMBER 31, 2008**

ASSETS

CURRENT ASSETS:

Cash	\$	7,596
Cash, Restricted SDL		10,000
Accounts Receivable		2,225
Investments		<u>9,884</u>

TOTAL CURRENT ASSETS 29,705

FIXED ASSETS:

Computer		2,833
Accumulated Depreciation		<u>(2,833)</u>

TOTAL ASSETS \$ 29,705

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:

Accounts Payable	\$	18,020
Interest Payable		1,000
SDL Collateral Payable		<u>10,000</u>

TOTAL CURRENT LIABILITIES 29,020

STOCKHOLDERS' EQUITY:

Common Stock, authorized 2,500 shares, no par value; 2000 shares issued and outstanding		2,000
Retained Deficit		<u>(1,315)</u>

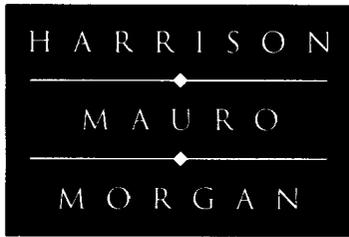
TOTAL STOCKHOLDERS' EQUITY 685

TOTAL LIABILITIES AND  
STOCKHOLDERS' EQUITY \$ 29,705

See Notes to Financial Statements.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

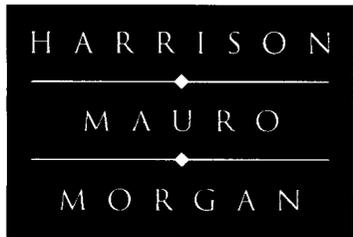
**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED DECEMBER 31, 2008**

REVENUES	
Commission Income	\$ 36,301
Management Income	2,000
Interest and dividends	400
	<u>38,701</u>
EXPENSES	
Advertising	960
Computer Expenses	8,072
Fees, registrations, etc.	844
Insurance	2,057
Interest	1,000
Dues and Subscriptions	646
Miscellaneous	831
Office Supplies and Expenses	228
Payroll and Payroll Taxes	1,123
Postage	257
Rent	21,000
Repairs and Maintenance	1,882
Telephone	2,837
Training, Seminars, etc.	1,131
Travel and Entertainment	1,083
Utilities	2,646
TOTAL OPERATING EXPENSES	<u>46,597</u>
INCOME BEFORE OTHER EXPENSES	
AND INCOME TAXES	(7,896)
UNREALIZED (LOSS) ON INVESTMENTS	<u>(9,912)</u>
INCOME BEFORE INCOME TAXES	(17,808)
PROVISION FOR INCOME TAXES	<u>598</u>
NET (LOSS)	\$ <u>(\$18,406)</u>
BASICS EARNINGS PER SHARE	\$ <u>(\$9.20)</u>

See notes to Financial Statements.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

Page 4

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**STATEMENT OF STOCKHOLDERS' EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Common Stock</u>	<u>Retained Earnings (Deficit)</u>	<u>Total</u>
Balance at beginning of year	2,000	17,091	19,091
Net Loss - 2008	-	(18,406)	(18,406)
Balance at end of December 31, 2008	\$ <u>2,000</u>	\$ <u>(1,315)</u>	\$ <u>685</u>

See Notes to Financial Statements.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2008**

CASH FLOWS FROM OPERATING ACTIVITIES:

Net (Loss)	\$	(18,406)
Adjustments to reconcile net income to net cash used in operating activities:		
(Increase) Decrease in operating assets:		
Accounts receivable		(2,225)
Increase (Decrease) in operating liabilities:		
Accounts Payable		2,826
Income Taxes Payable		(550)
Payroll taxes payable		(4,653)
Interest Payable		<u>750</u>
NET CASH (USED IN) OPERATING ACTIVITIES		(22,258)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Net Loss on investments		<u>9,912</u>
NET CASH FLOW PROVIDED BY INVESTING ACTIVITIES		<u>9,912</u>
NET DECREASE IN CASH		(12,346)
CASH AT BEGINNING OF YEAR		<u>29,942</u>
CASH AT END OF YEAR	\$	<u>17,596</u>

SUPPLEMENTAL DISCLOSURES:

Interest Paid	\$	<u>250</u>
Income Taxes Paid	\$	<u>598</u>

See Notes to Financial Statements.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

Page 6

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2008**

Note A- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Horizons Financial Investment Corporation conducts its business as a broker/dealer in Securities and is a registered member of the N.A.S.D. and S.I.P.C.

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.

Cash Equivalents

For purposes of the statement of cash flows, short term investments which have an original maturity of ninety days or less are considered cash equivalents.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

Page 7

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2008**

Note A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

Property and Equipment

Property and equipment are recorded at cost and depreciated using the straight line method over five years. Maintenance and repairs are charged to operations when incurred.

Investments

Investments in marketable securities are valued at fair market value in the statement of financial condition. Unrealized gains and losses are included in the statements of income.

Commissions

Commissions and related clearing expenses are recorded on a trade-date basis as transactions occur.

Note B- LEASE COMMITMENTS, RELATED PARTY TRANSACTIONS

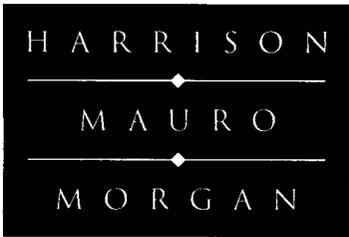
The Company leases space and various pieces of equipment, furnishings and fixtures from the President on a month to month basis. Office rent in the amount of \$21,000 was paid in 2008. Lease payments for office equipment were paid in the amount of \$3,000 during the year.

Note C- SECURED DEMAND LOAN

The Company is obligated under a subordinated demand note payable to its Secretary and Stockholder in the amount of \$10,000. This note bears interest at the rate of 10% per annum payable semiannually. The note is secured by segregated restricted cash funds.



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

Page 8

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2008**

Note D- NET CAPITAL REQUIREMENTS

The Company is subject to the securities and exchange commission Uniform Net Capital Rule (Rule 15C3-1) which 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 (and the rule of applicable exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At December 31, 2008 the Company had net capital of \$8,938. The Company's net capital ratio was 2.12 to 1 for December 31, 2008.

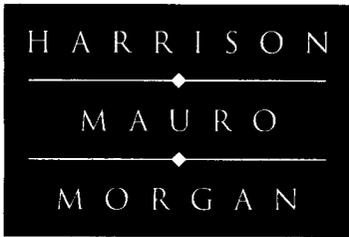
Note E- INCOME TAXES

The current portion of income tax expense (benefit) included in the statement of operations as determined in accordance with FASB Statement No. 109, Accounting for Income taxes, for the year ended December 31, 2008 is as follows:

State tax expense	\$598
-------------------	-------



The CPA, Never Underestimate The Value.



CERTIFIED PUBLIC ACCOUNTANTS

**HORIZONS FINANCIAL INVESTMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2008**

Note F- INVESTMENTS

Investments are stated at fair value unless otherwise noted at cost, and consist of the following as of:

		<u>December 31, 2008</u>	
	<u>Cost</u>	Market <u>Value</u>	Realized Gain <u>On Investment</u>
Marketable securities	\$ <u>7,800</u>	\$ <u>9,884</u>	\$ <u>2,084</u>



The CPA, Never Underestimate The Value.