

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



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

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 01/01/08 AND ENDING 12/31/08  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: JPM Advisors, LLC

OFFICIAL USE ONLY

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

38 Donnelly Drive

(No. and Street)

Dover, MA 02030-1722

(City)

(state)

(Zip Code)

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

Kenneth R. George, CPA

603-380-5435

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

Burke & Associates CPAs, P.C.

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

175 Derby Street, Suite 19

(Address)

Hingham

(City)

MA

(state)

02043

(Zip Code)

CHECK ONE:

Certified Public Accountant

Public Accountant

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

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Section

FEB 27 2009

Washington, DC  
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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).

MB  
3/16

OATH OR AFFIRMATION

I James McPartland swear (or affirm) that, to

the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm

of JPM Advisors, LLC as

of December 31 2008, are true and correct. I further swear (or affirm) that

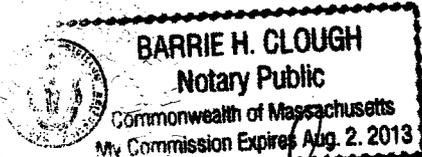
neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account

classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

James P. McPartland  
Signature

MANAGING MEMBER  
Title

  
Barrie H. Clough  
Notary Public

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

- (a) Facing page
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Cash Flows.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's 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).

**JPM Advisors, LLC**

**Financial Statements and  
Supplemental Schedules  
(Confidential per Rule 17a-5(e)(3))**

**Year Ended December 31, 2008**

## Contents

**Facing page to Form X-17a-5**

**Affirmation of officer**

**Independent auditors' report** 3

**Financial statements:**

Statement of financial condition 4

Statement of income 5

Statement of changes in member's equity 6

Statement of cash flows 7

Summary of business and significant accounting policies 8-9

Notes to financial statements 10

**Supplemental schedules:**

Independent auditors' report on internal control required by  
Securities and Exchange Commission Rule 17a-5 for a  
broker-dealer claiming an exemption from SEC Rule 15c3-3 11-12

Computation of net capital pursuant to Rule 15c3-1 and  
statement pursuant to Rule 17a-5(d)(4) 13

Computation of Reserve Requirements pursuant to SEC Rule 15c3-3 14

## Independent Auditors' Report

To the Member of  
JPM Advisors, LLC  
Dover, Massachusetts

We have audited the accompanying statement of financial condition of JPM Advisors, LLC (the "Company"), a Massachusetts Limited Liability Company, as of December 31, 2008, and the related statements of income, changes in member'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 JPM Advisors, LLC as of December 31, 2008, and the results of its operations, changes in its member's equity and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supplemental schedules listed in the contents 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 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.

*Burke & Associates CPAs, P.C.*

February 6, 2009

# JPM Advisors, LLC

## Statement of Financial Condition

December 31,

2008

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### Assets

<b>Cash</b>	\$ 99,775
<b>Accounts receivable</b>	20,000
<hr/>	
Total current assets	119,775
<hr/>	
<b>Fixed assets, at cost:</b>	
Computer & office equipment	6,316
Furniture	3,458
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	9,774
Less accumulated depreciation	(5,417)
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Total fixed assets, net	4,357
<hr/>	
Total assets	\$ 124,132

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### Liabilities and Member's Equity

<b>Current liabilities</b>	
Accounts payable	\$ 4,671
Accrued expenses	5,542
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Total current liabilities	10,213
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<b>Commitments (Note 2)</b>	
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<b>Member's equity (Note 1)</b>	113,919
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Total liabilities and member's equity	\$ 124,132

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*See accompanying summary of business and significant accounting policies and notes to financial statements.*

# JPM Advisors, LLC

## Statement of Income

Year ended December 31, 2008

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**Revenues (Note 2):**

Consulting fees	\$ 276,700
Success fees	31,250
Reimbursed expenses	16,329
Interest income	1,524

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Total revenues 325,803

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**Expenses:**

Professional fees	31,778
Travel and entertainment	13,715
Technology, communications and information processing	3,679
Dues and subscriptions	2,753
Office expense	2,478
Depreciation	1,757
Conferences	1,600
Auto expenses	1,450
Miscellaneous	1,071
License and permits	925
Insurance – Fidelity Bond	805

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Total expenses 62,011

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**Net income** **\$ 263,792**

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*See accompanying summary of business and significant accounting policies and notes to financial statements.*

# JPM Advisors, LLC

## Statement of Changes in Member's Equity

*Year ended December 31, 2008*

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<b>Member's equity, December 31, 2007</b>	\$ 127,515
<b>Net income</b>	263,792
<b>Distributions to member</b>	(277,388)
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<b>Member's equity, December 31, 2008</b>	\$ 113,919

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*See accompanying summary of business and significant accounting policies and notes to financial statements.*

# JPM Advisors, LLC

## Statement of Cash Flows

Year ended December 31,

2008

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**Cash flows from operating activities:**

Net income	\$ 263,792
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	1,757
Changes in operating assets and liabilities:	
Accounts receivable	(1,600)
Accounts payable	4,671
Accrued expenses	4,945

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Net cash provided by operating activities	273,565
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**Cash flows from financing activities:**

Distributions to member	(277,388)
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Net cash used by financing activities	(277,388)
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Net decrease in cash	(3,823)
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Cash, beginning of year	103,598
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Cash, end of year	\$ 99,775
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**Supplemental disclosures of cash flow information:**

There was no cash paid during the year for interest and income tax.

*See accompanying summary of business and significant accounting policies and notes to financial statements.*

# JPM Advisors, LLC

## Summary of Business and Significant Account Policies

**Business** JPM Advisors, LLC (the “Company”) was organized on May 26, 2004 under the laws in the state of Massachusetts. In January 9, 2008, the Company became a broker-dealer registered with the Financial Industry Regulatory Authority (“FINRA”) James P. McPartland is the sole member of the Company. The Company engages in private placement of securities for its clients.

**Basis of Presentation** The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America. All items of income and expense are accounted for on the accrual basis.

**Use of Estimates** The preparation of the 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 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.

**Fixed Assets** Fixed assets are recorded at cost and depreciated using the straight-line method over the following estimated useful lives.

Category	Years
Computer & office equipment	5 years
Furniture and fixtures	7 years

The remaining lives of fixed assets are reviewed by management on a periodic basis. Repair and maintenance expenditures are charged to operations as incurred.

## Summary of Business and Significant Account Policies

**Revenue Recognition** Revenues include consulting and success fees earned for providing consulting services for the private placement of securities.

The Company typically collects upfront, non-refundable retainer fees upon execution of its service engagements. These retainers fees are recognized in the period services are rendered over the term of the engagement or upon completion of the services for which the Company was engaged. The Company generally recognizes revenues when persuasive evidence of an arrangement exists, services have been performed, price is fixed or determinable and collectability is probable.

**Income Taxes** As a single-member LLC, the Company is a disregarded entity for U.S. federal income tax purposes and all income and expenses are reported by its member. Accordingly, no provisions for federal or state income taxes are necessary, as the tax implications of the Company's activities accrue directly to its member.

# JPM Advisors, LLC

## Notes to Financial Statements

**1. Net Capital Requirements**

The Company, as a registered broker-dealer, is subject to the Securities and Exchange Commission (“SEC”) Uniform Net Capital Rule (SEC Rule 15c3-1). This Rule requires the maintenance of minimum net capital of \$5,000, and requires that aggregate indebtedness shall not exceed 15 times net capital. At December 31, 2008, the Company had net capital of \$109,516, which exceeded the required net capital by \$104,516. At December 31, 2008, the Company had a ratio of aggregate indebtedness to net capital of .09 to 1.

**2. Concentrations of Risk**

The Company is engaged in providing consulting services for the private placement of securities. The Company had significant revenue concentration from three clients representing approximately 36%, 36% and 10% of total revenue for the year ended December 31, 2008. In the event the clients do not fulfill their obligations, the Company may be exposed to risk. The risk depends on the continuation of service agreements with the clients. It is the Company’s policy to review all service agreements on a periodic basis. The Company does not anticipate non-performance by its clients.

## **Supplemental Schedules**

## **Independent Auditors' Report on Internal Control**

To the Member of  
JPM Advisors, LLC  
Dover, Massachusetts

In planning and performing our audit of the financial statements and supplemental schedules of JPM Advisors, LLC (the "Company"), for the year ended December 31, 2008, we considered its internal control, including control, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on 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 (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, and comparisons; and
2. Recordation of differences required by rule 17a-13; and
3. 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 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 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 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.

Our consideration of internal control would not necessarily disclose all matters in internal control 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 components does not reduce to a relatively low level the risk that error or fraud 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 internal control, including 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 were adequate at December 31, 2008, to meet the SEC's objectives.

This report is intended solely for the information and use of the Member, management, 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.

*Burke & Associates CPAs, P.C.*

February 6, 2009

## Computation of net capital pursuant to Rule 15c3-1 and statement pursuant to Rule 17a-5(d)(4)

December 31, 2008

**Computation of net capital pursuant to Rule 15c3-1**

<b>Computation of Net Capital:</b>	
Total member's equity from statement of financial condition	\$ 113,919
<hr/>	
Total capital	113,919
<b>Less: Non-allowable assets:</b>	
Accounts receivable	20,000
Fixed assets, net	4,357
<hr/>	
Total non-allowable assets	24,357
<hr/>	
Less: Haircut on securities	(46)
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Net capital	\$ 89,516

**Computation of basic net capital requirement:**

Minimum net capital required 6-2/3% of \$10,213 pursuant to Rule 15c3-1	\$ 681
<hr/>	
Minimum dollar net capital requirements of reporting broker-dealer	\$ 5,000
<hr/>	
Net capital requirement	\$ 5,000
<hr/>	
Excess net capital	\$ 84,516

**Computation of aggregate indebtedness:**

Total aggregate indebtedness liabilities	\$ 10,213
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Percentage of aggregate indebtedness to net capital	11.41%

**Statement Pursuant to Rule 17a-5(d)(4)**

A reconciliation with the Company's computation of net capital as reported in the unaudited Part IIA of Form X-17A-5 was prepared as there are differences between the Company's computation of net capital and the computation contained herein as follows:

Net capital as reported in the Company's Part IIA (unaudited) Focus Report	\$ 85,058
Adjustment to accruals as a result of audit	(542)
<hr/>	
Net capital per above	\$ 84,516

# JPM Advisors, LLC

## Computation of Reserve Requirement Pursuant to SEC to Rule 15c3-3

*December 31,*

2008

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The Company is exempt from the reserve requirements pursuant to Rule 15c3-3 under paragraph (k)(2)(i).