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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**

FEB 16 2010

Washington, DC  
110

SEC FILE NUMBER  
8-43645

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 January 1, 2009 AND ENDING December 31, 2009  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:  
Landolt Securities, Inc.  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

OFFICIAL USE ONLY  
FIRM I.D. NO.

701 Oregon Street

(No. and Street)

Oshkosh

(City)

Wisconsin

(State)

54902

(Zip Code)

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

Paul T. Pavelski

(920) 236-7000

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Nigl Nigl & Mathe, LLP

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

2450 Witzel Avenue

(Address)

Oshkosh

(City)

Wisconsin

(State)

54904

(Zip Code)

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)

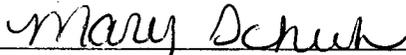
AB  
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OATH OR AFFIRMATION

I, Paul T. Pavelski, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Landolt Securities, Inc., as of December 31, 2009, 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

Corporate President  
Title

  
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 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.
- (o) Independent Auditor's Report on Internal Control.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**LANDOLT SECURITIES, INC.  
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# Nigl Nigl & Mathe<sup>LLP</sup>

Certified Public Accountants and Consultants

Charles A. Nigl, CPA  
Matthew R. Nigl, CPA  
Anthony R. Mathe, CPA, CFE

## Independent Auditor's Report

To the Board of Directors  
Landolt Securities, Inc.  
Oshkosh, Wisconsin

We have audited the accompanying Statement of Financial Condition of Landolt Securities, Inc. (an S Corporation) as of December 31, 2009, and the related Statements of Income, Changes in Stockholders' Equity, Changes in Liabilities Subordinated to Claims of General Creditors, 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 Landolt Securities, Inc. as of December 31, 2009, 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 supplementary schedule 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.

*Nigl Nigl & Mathe LLP*

Nigl Nigl & Mathe, LLP  
Certified Public Accountants

Oshkosh, Wisconsin  
February 5, 2010

**LANDOLT SECURITIES, INC.**  
**STATEMENT OF FINANCIAL CONDITION**  
**December 31, 2009**

**ASSETS**

Cash	\$ 94,770
Receivable from clearing organization	33,088
Securities owned:	
Marketable, at market value	55,671
Furniture and equipment, at cost less accumulated depreciation of \$87,547	17,031
Prepaid expenses and advances	<u>25,232</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 225,792</u></u></b>

**LIABILITIES AND STOCKHOLDERS' EQUITY**

<b>Current Liabilities</b>	
Accounts payable	\$ 22,619
Accrued payroll and related items	<u>74,484</u>
Total Current Liabilities	97,103
<b>Liabilities Subordinated to Claims of General Creditors</b>	<u>0</u>
Total Liabilities	<u>97,103</u>
<b>Stockholders' Equity</b>	
Common stock - \$1 par value; 56,000 shares authorized, 17,500 shares issued and outstanding	17,500
Additional paid-in capital	85,845
Retained earnings	<u>25,344</u>
Total Stockholders' Equity	<u>128,689</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b><u><u>\$ 225,792</u></u></b>

See Accompanying Notes to Financial Statements

**LANDOLT SECURITIES, INC.**  
**STATEMENT OF INCOME**  
**Year Ended December 31, 2009**

**Revenues**

Commissions earned	\$ 1,285,947
Net investment gains or (losses)	13,602
Interest and dividend income	<u>15,355</u>
Total Revenues	<u>1,314,904</u>

**Expenses**

Clearing expenses	130,650
Employee compensation	419,052
Payroll taxes	31,991
Employee education	468
Retirement plan contribution	13,572
Commissions	186,699
Occupancy expenses	80,383
Telephone expense	10,902
Office supplies and expense	49,291
Postage and delivery	10,272
Auto expenses	31,342
Advertising and promotion	4,907
Accounting fees	22,263
Legal fees and settlements	72,312
Quotation system expenses	29,696
Insurance	7,632
Depreciation	5,366
Dues, licenses and subscriptions	19,515
Travel	18,054
Entertainment and promotion	20,483
Property taxes	10,729
Interest expense	2,094
Other operating expenses	4,445
Total Expenses	<u>1,182,118</u>

**NET INCOME**

\$ 132,786

See Accompanying Notes to Financial Statements

**LANDOLT SECURITIES, INC.**  
**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY**  
**Year Ended December 31, 2009**

	<u>Common Stock</u>	<u>Additional Paid-In Capital</u>	<u>Retained Earnings</u>
Balances at January 1, 2009	\$ 17,500	\$ 75,945	\$ 99,561
Net Income for the Year			132,786
Capital Contributions		23,260	
Capital Distributions		(13,360)	
Dividend Distributions			(207,003)
<b>BALANCES AT DECEMBER 31, 2009</b>	<b><u>\$ 17,500</u></b>	<b><u>\$ 85,845</u></b>	<b><u>\$ 25,344</u></b>

See Accompanying Notes to Financial Statements

**LANDOLT SECURITIES, INC.**  
**STATEMENT OF CHANGES IN LIABILITIES**  
**SUBORDINATED TO CLAIMS OF GENERAL CREDITORS**  
**Year Ended December 31, 2009**

Subordinated Liabilities at January 1, 2009	\$ 0
Increases	0
Decreases	<u>0</u>
<b>SUBORDINATED LIABILITIES AT DECEMBER 31, 2009</b>	<b><u>\$ 0</u></b>

See Accompanying Notes to Financial Statements

**LANDOLT SECURITIES, INC.**  
**STATEMENT OF CASH FLOWS**  
**Year Ended December 31, 2009**

**Cash Flows From Operating Activities:**

Net income	\$ 132,786
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	5,366
Net investment (gains) or losses	(13,602)
Net loss on disposition of assets	3,347
(Increase) decrease in:	
Receivable from clearing organization	791
Prepaid expenses and advances	(15,248)
Increase (decrease) in:	
Accounts payable	(4,309)
Accrued payroll and related items	<u>40,658</u>
 Net Cash Provided By Operating Activities	 <u>149,789</u>

**Cash Flows From Investing Activities:**

Proceeds from sale of securities	135,947
Purchase of securities	(7,960)
Purchase of furniture and equipment	<u>(5,261)</u>
 Net Cash Provided By Investing Activities	 <u>122,726</u>

**Cash Flows From Financing Activities:**

Dividend distributions	<u>(207,003)</u>
 Net Cash (Used) By Financing Activities	 <u>(207,003)</u>

**Net Increase in Cash**

65,512

**Cash at Beginning of Year**

29,258

**CASH AT END OF YEAR**

\$ 94,770

**SUPPLEMENTAL DISCLOSURES**

Cash paid during the year for:

Interest	\$ 2,094
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Noncash investing and financing activities:

Contribute marketable securities and record as additional paid-in capital	23,260
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Distribute marketable securities and record as capital distribution	13,360
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See Accompanying Notes to Financial Statements

**LANDOLT SECURITIES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2009**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies of Landolt Securities, Inc. is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who is responsible for their integrity and objectivity. The significant accounting policies are as follows:

**Nature of Operations**

Landolt Securities, Inc. is a registered securities broker-dealer headquartered in Oshkosh, Wisconsin with a branch office in Antioch, Illinois. The Company is registered with the Securities and Exchange Commission and is a member of the National Association of Securities Dealers, Inc. The Company has contracted with National Financial Services LLC (NFS) to clear all securities transactions on a fully disclosed basis for customer accounts which are introduced by the Company and accepted by NFS.

**Securities Transactions**

Proprietary securities transactions in regular-way trades are recorded on the trade date, as if they had settled. Profit and loss arising from all securities transactions entered into for the account and risk of the Company are recorded on a trade date basis. Customers' securities transactions are reported on a settlement date basis with related commission income and expenses reported on a trade date basis.

**Commissions**

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

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

**Allowance for Bad Debts**

The Company considers accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required.

**Securities Owned**

Securities owned are valued at market using quoted market prices, with the resulting gains or losses reflected in income for the current year.

**Furniture and Equipment**

Furniture and equipment are carried at cost. Depreciation is provided using the straight-line method over a five to ten year estimated useful life.

**LANDOLT SECURITIES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2009**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Income Taxes**

The Company, with the consent of its shareholders, has elected under the Internal Revenue Code to be an S Corporation. In lieu of corporation income taxes, the shareholders of an S Corporation are taxed on their proportionate share of the Company's taxable income. Therefore, no provision or liability for income taxes has been included in these financial statements.

**Advertising Costs**

Expenditures for advertising and sales promotion are expensed as incurred. Advertising and promotion expense was \$4,907 for the year ended December 31, 2009.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2. RECEIVABLE FROM CLEARING ORGANIZATION**

At December 31, 2009, the receivable from the clearing organization consists of commissions earned by the Company not yet disbursed by the clearing organization. Amount receivable from clearing organization at December 31, 2009 was \$33,088.

**NOTE 3. SECURITIES OWNED**

In accordance with SFAS No. 157, the Company groups its financial assets measured at fair value in three levels, based on markets in which these assets are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 - Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 - Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques which all significant assumptions are observable in the market.

Level 3 - Valuation is generated from model-based techniques that use significant assumptions not observable in the market. These unobservable assumptions reflect the Company's own estimates of assumptions market participants would use in pricing the asset or liability. Valuation techniques include use of discounted cash flow models, option pricing models and similar techniques.

**LANDOLT SECURITIES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2009**

**NOTE 3. SECURITIES OWNED - (Continued)**

The components of securities owned are as follows at December 31, 2009:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Marketable securities	<u>\$ 55,671</u>	<u>\$ -</u>	<u>\$ -</u>

**NOTE 4. AGREEMENT WITH NATIONAL FINANCIAL SERVICES LLC (NFS)**

The Company has entered into an agreement with NFS to provide clearing services for all securities transactions initiated by the Company. NFS clears all transactions on a fully disclosed basis for customer accounts introduced by the Company and accepted by NFS. Pursuant to the terms of this agreement, the Company has agreed to indemnify and hold harmless NFS from and against all claims and liabilities arising out of any failures by the Company or customers to comply with any obligations under this agreement. The agreement is for an initial five year term ending December 28, 2010, is automatically renewable for additional one year terms, and may be terminated by giving 90 days prior written notice.

**NOTE 5. FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK**

In the normal course of business, the Company's customer activities involve the execution, settlement, and financing of various customer securities transactions. These activities may expose the Company to off-balance sheet risk in the event the customer or other broker is unable to fulfill its contracted obligations and the Company has to purchase or sell the financial instrument underlying the contract at a loss.

The Company seeks to control the risks associated with its customer activities by requiring customers to maintain margin collateral in compliance with various regulatory and internal guidelines. The Company monitors trade-date customer exposure and collateral values daily and requires customers to deposit additional collateral or reduce positions when necessary.

**NOTE 6. CONCENTRATIONS OF CREDIT RISK**

The Company provides investment and related services to a diverse group of customers located throughout Wisconsin and Northeastern Illinois.

The Company's exposure to credit risk associated with these transactions is measured on an individual customer basis. To reduce the potential for risk concentration, credit limits are established and continually monitored in light of changing customer and market conditions. In the normal course of providing such services, the Company requires collateral on a basis consistent with industry practice or regulatory requirements. The type and amount of collateral is continually monitored and customers are required to provide additional collateral as necessary.

**LANDOLT SECURITIES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2009**

**NOTE 7. NET CAPITAL REQUIREMENTS**

As a registered broker-dealer and member of the National Association of Securities Dealers, Inc., the Company is subject to the SEC Uniform Net Capital Rule (Rule 15c3-1). This rule requires that net capital, as defined, shall be at least the greater of \$50,000 or 6 2/3% of aggregate indebtedness, as defined. At December 31, 2009, the Company had net capital of \$70,523, which was \$20,523 in excess of its required net capital of \$50,000. The ratio of aggregate indebtedness to net capital was to 1.38 to 1.

**NOTE 8. RETIREMENT PLAN**

The Company maintains a qualified Cross-Tested 401(k) Profit Sharing Plan and Trust which covers all eligible employees who meet the age and service requirements. The Company is currently making nonelective contributions equal to 3% of the employees' compensation for the year. The Company contribution for the year ended December 31, 2009 was \$13,572.

**NOTE 9. LEASES**

On June 6, 2008, Paul and Donna Pavelski exercised their option to purchase the office building and improvements located at 701 Oregon Street in Oshkosh, Wisconsin. A three year lease was entered into which requires monthly rent payments of \$4,000. In addition to rent, the Company is responsible for utilities, insurance, maintenance and repairs, and real estate taxes. Total rent expense charged to operations under this agreement for the year ended December 31, 2009 was \$48,000.

On September 30, 2005, the Company agreed to reimburse Paul Pavelski for costs associated with a lease for the use of an office building and improvements located at 426-428 Orchard Street in Antioch, Illinois. The lease is for a one year term ending on April 30, 2010 with annual options to renew. Monthly rent payments were \$1,600 and \$1,450 for the lease terms ending April 30, 2009 and 2010, respectively. In addition to rent, the tenant is responsible for utilities, insurance, maintenance and repairs, pro rata share of real estate taxes and common area expenses. Total rent expense charged to operations under this agreement for the year ended December 31, 2009 was \$18,000.

Future minimum lease payments for years ending December 31 are as follows: 2010, \$53,800 and 2011, \$20,000.

**NOTE 10. RELATED PARTY TRANSACTIONS**

Mr. and Mrs. Paul Pavelski own the real estate located at 701 Oregon Street in Oshkosh, Wisconsin which is being leased by the Company. At December 31, 2009, Mr. Pavelski is a corporate officer and a 95% shareholder in Landolt Securities, Inc.

Mr. Paul Pavelski is the responsible lessee on the lease for the real estate located at 426-428 Orchard Street in Antioch, Illinois. At December 31, 2009, Mr. Pavelski is a corporate officer and a 95% shareholder in Landolt Securities, Inc.

**SUPPLEMENTARY INFORMATION**

**LANDOLT SECURITIES, INC.**  
**COMPUTATION OF NET CAPITAL**  
**UNDER RULE 15c3-1 OF THE SECURITIES AND EXCHANGE COMMISSION**  
**December 31, 2009**

**Net Capital**

Total stockholders' equity	\$ 128,689
Deduction for non-allowable assets -	
Receivables over 30 days	\$ 2,698
Warrants	240
Furniture and equipment, net	17,031
Other assets	25,233
	45,202
Net capital before haircuts on securities	83,487
Haircuts on securities - 15%	(8,315)
Undue concentration charge - Per formula	(4,649)

**NET CAPITAL**

**\$ 70,523**

**Computation of Basic Net Capital Requirement**

Minimum net capital requirement (6 2/3% of total aggregate indebtedness)	\$ 6,474
Minimum dollar net capital requirement	50,000
Net capital requirement	50,000
Excess net capital	<b><u>\$ 20,523</u></b>

**Computation of Aggregate Indebtedness**

Total liabilities from statement of financial condition	<b><u>\$ 97,103</u></b>
Ratio of aggregate indebtedness to net capital	<b><u>1.38 to 1</u></b>

**Note:** There are no material differences between the computations above and the computations included in the Company's corresponding unaudited Form X-17A-5, Part II filing.

See Accompanying Auditor's Report

## Independent Auditor's Report on Internal Control

To the Board of Directors  
Landolt Securities, Inc.  
Oshkosh, Wisconsin

In planning and performing our audit of the financial statements and supplementary schedule of Landolt Securities, Inc. (the Company) as of and for the year ended December 31, 2009, 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. Our consideration of internal control included procedures to evaluate the design of controls relevant to an audit of financial statements and to determine whether they have been implemented, but it did not include procedures to test the operating effectiveness of controls, and accordingly, was not directed to discovering significant deficiencies in 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 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
2. Recordation of differences required by rule 17a-13
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 the 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses.

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 a 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 internal control. However, we noted no matters involving internal control, including control activates 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, 2009, to meet the SEC's objectives.

This communication is intended solely for the information and use of the Board of Directors, 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.

*Nigl Nigl & Mathe LLP*

Nigl Nigl & Mathe, LLP  
Certified Public Accountants

Oshkosh, Wisconsin  
February 5, 2010

**LANDOLT SECURITIES, INC.**

**FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

**DECEMBER 31, 2009**

**Nigl Nigl & Mathe**<sup>LLP</sup>

Certified Public Accountants and Consultants