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

SEC FILE NUMBER
8-67341

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: MEI New York, Inc.

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

115 Broadway

New York

(City)

(No. and Street)

New York

(State)

10006

(Zip Code)

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

Michael Davison

646-344-8990

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Linder & Linder

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

8 Chatham Place

(Address)

Dix Hills

(City)

NY

(State)

11746

(Zip Code)

CHECK ONE:

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

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Mail Processing  
Section

MAR 01 2010

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)

SEC 1410 (06-02)

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OATH OR AFFIRMATION

I Michael Davison, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of MEI New York, 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 of Leonard Maurice Robertson, Notary Public, State of New York, No. 01RO6152370, Qualified in Kings County, Commission Expires Sept. 11, 2010.

Signature and Title of Acting President and Chief Financial Officer.

Notary Public

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

- Checkboxes (a) through (o) listing various financial statement components and reporting requirements.

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

Thomas Linder  
Gail Linder

INDEPENDENT AUDITORS' REPORT

To the Stockholders  
MEI New York, Inc.

We have audited the accompanying statement of financial condition of MEI New York, Inc. as of December 31, 2009 and the related statements of operations, cash flows and changes in stockholder's equity 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 the 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 MEI New York, Inc. at 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 on pages 9 and 10 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 and Exchange Commission. 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.



January 18, 2010

**MEI NEW YORK, INC.**  
**STATEMENT OF FINANCIAL CONDITION**  
**DECEMBER 31, 2009**

**ASSETS**

Cash and cash equivalents	\$ 58,003
Prepaid expenses	<u>937</u>
<b>Total Assets</b>	<b><u>\$ 58,940</u></b>

**LIABILITIES AND MEMBERS' EQUITY**

Liabilities	
Accrued expenses	<u>\$ 2,400</u>
Stockholder's Equity	
Common stock, \$1 par value, 100 shares	
Authorized, 10 shares issued and outstanding	10
Paid in capital	109,790
Retained deficit	<u>(53,260)</u>
Total stockholder's equity	<u>56,540</u>
<b>Total Liabilities and     Members' Equity</b>	<b><u>\$ 58,940</u></b>

See accompanying auditors' report and notes to financial statements.

**MEI NEW YORK, INC.**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED DECEMBER 31, 2009**

Revenues	
Interest	<u>\$ 133</u>
Operating Expenses	
Employee compensation and benefits	15,400
Occupancy	2,328
Regulatory fees and expenses	972
Communication	393
Other expenses	<u>4,741</u>
Total Operating Expenses	<u>(23,834)</u>
<b>Net Loss</b>	<b><u>\$(23,701)</u></b>

See accompanying auditors' report and notes to financial statements.

**MEI NEW YORK, INC.**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2009**

Cash Flows from Operating Activities	
Net loss	\$(23,701)
Adjustment to reconcile net loss to net cash flows from operating activities	
Changes in operating assets and liabilities	
Increase in prepaid expenses	<u>(664)</u>
Cash Flows Used In Operating Activities	(24,365)
Cash Flows from Financing Activities	
Proceeds from capital contributions	<u>19,321</u>
Net Decrease In Cash and Cash Equivalents	(5,044)
Cash and Cash Equivalents, Beginning	<u>63,047</u>
<b>Cash and Cash Equivalents, End</b>	<b><u>\$ 58,003</u></b>

See accompanying auditors' report and notes to financial statements.

**MEI NEW YORK, INC.**  
**STATEMENT OF CHANGES IN MEMBERS' EQUITY**  
**YEAR ENDED DECEMBER 31, 2009**

	<u>Common Stock</u>	<u>Paid in Capital</u>	<u>Retained Deficit</u>	<u>Stockholder's Equity</u>
Balance - December 31, 2008	\$ 10	\$ 90,469	\$ (29,559)	\$ 60,920
Capital contribution		19,321		19,321
Net loss - 2009			<u>(23,701)</u>	<u>(23,701)</u>
<b>Balance - December 31, 2009</b>	<b><u>\$ 10</u></b>	<b><u>\$109,790</u></b>	<b><u>\$ (53,260)</u></b>	<b><u>\$ 56,540</u></b>

See accompanying auditors' report and notes to financial statements.

**MEI NEW YORK, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2009**

**Note 1 - Summary of Significant Accounting Policies**

MEI New York, Inc., (the "Company"), was incorporated in Delaware in February 2006 and is a registered broker-dealer. Enlace USA, Inc. ("Parent") owns 100% of the Company's common stock. The Company is a member of the Financial Industry Regulatory Authority and is subject to regulation by the United States Securities and Exchange Commission and the Financial Industry Regulatory Authority. For the year ended December 31, 2009, the Company was inactive.

The Company anticipates operating principally under a clearance agreement with another broker, whereby the Company is engaged in trading securities on behalf of the Company's clients. In addition, the Company will provide private placement services to its clients in connection with various financing transactions.

**Revenue Recognition**

Securities transactions and the related revenue and expenses are recorded on a trade date basis.

The Company recognizes revenue upon the placement of private financing transactions for its clients when the amount is determinable and realizable.

**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.

**Cash Equivalents**

For purposes of the statement of cash flows, cash equivalents include highly liquid debt instruments purchased with original maturities of three months or less.

**MEI NEW YORK, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2009**

**Note 1 - Summary of Significant Accounting Policies (Continued)**

**Income Taxes**

Deferred income tax assets and liabilities are computed annually for differences between the financial statement and tax basis of assets and liabilities that will result in taxable or deductible amounts in the future based on enacted tax laws and rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the tax payable or refundable for the period plus or minus the change during the period in deferred tax assets and liabilities.

The Company files a consolidated tax return with its Parent. Any net operating losses has been utilized by its Parent.

**Note 2 - Related Party Transactions**

The Company has an administrative services agreement with a related company which is affiliate with the Company's Parent. The agreement provides that the affiliate shall pay for the following expenses: salaries and benefits, occupancy, office and marketing and allocate them to the Company. Pursuant to the agreement, such allocation is a capital contribution by the Parent. For the year ended December 31, 2009, administrative services amounted to \$19,321.

The Company shares office space with its affiliate and rental charges are included in the administrative services agreement.

Such member intends to provide the Company with sufficient working capital to meet operations and minimum net capital requirements.

**Note 3 - Concentration of Credit Risk**

The Company maintains cash balances at a financial institution. Accounts at the institution is insured by the Federal Deposit Insurance Corporation up to \$250,000.

**MEI NEW YORK, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2009**

**Note 4 - Net Capital Requirements**

The Company is subject to the net capital requirements of rule 15c3-1 of the Securities and Exchange Commission, which requires a broker-dealer to have at all times sufficient liquid assets to cover current indebtedness. In accordance with the rule, the Company is required to maintain minimum net capital of the \$5,000 or 1/15 of aggregate indebtedness.

At December 31, 2009, the Company had net capital, as defined, of \$55,603 which exceeded the required minimum net capital by \$50,603. Aggregate indebtedness at December 31, 2009 totaled \$2,400 and the ratio of aggregate indebtedness to net capital was .04 to 1.

**Note 5 - Subsequent Events**

The Company has evaluated subsequent events through January 18, 2010, the date of the financial statements were available for issuance.

**MEI NEW YORK, INC.**  
**SUPPLEMENTAY INFORMATION**  
**DECEMBER 31, 2009**

**Computation of Net Capital Under Rule 15c3-1  
of the Securities and Exchange Commission**

Computation of Net Capital Members' equity	\$ 56,540
Deductions - Non-allowable assets - Prepaids	<u>937</u>
<b>Net capital, as defined</b>	<b>55,603</b>
Minimum net capital required	<u>5,000</u>
<b>Net capital in excess of minimum requirement</b>	<b><u>\$ 50,603</u></b>
<b>Excess net capital at 1000%</b>	<b><u>\$ 55,363</u></b>

**Computation of Aggregate Indebtedness**

<b>Accounts payable and other liabilities</b>	<b><u>\$ 2,400</u></b>
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**Ratio of aggregate indebtedness to net capital**

<u>Total aggregate indebtedness</u>	\$ 2,400	=	.04
Net capital	\$ 55,603		

The ratio of aggregate indebtedness to net capital is .04 to 1 compared to the maximum allowable ratio of 15 to 1.

**Computation for Determination of Reserve Requirements Under  
Rule 15c3-3 of the Securities and Exchange Commission**

The Company has claimed exemption from Rule 15c3-3 under the provisions of Section (k) (2) (i).

See accompanying auditors' report.

**MEI NEW YORK, INC.**  
**SUPPLEMENTAY INFORMATION**  
**DECEMBER 31, 2009**

**Information Relating to the Possession or Control Requirements  
Under Rule 15c3-3:**

The Company has claimed exemption from Rule 15c3-3 under the provisions of Section (k)(2)(i).

**Reconciliation of Computation of Net Capital**

Net capital, per focus report	\$ 55,604
Rounding	<u>(1)</u>
<b>Net capital, as computed</b>	<b><u>\$ 55,603</u></b>
Aggregate indebtedness, per focus report	<u>\$ 2,400</u>
<b>Aggregate indebtedness, as computed</b>	<b><u>\$ 2,400</u></b>

**Reconciliation of Determination of Reserve  
Requirements Under Rule 15c3-3:**

The Company has claimed exemption from Rule 15c3-3 under provisions of Section (k)(2)(i).

See accompanying auditors' report.

INDEPENDENT AUDITORS' REPORT ON INTERNAL ACCOUNTING CONTROL

To the Stockholders  
MEI New York, Inc.

In planning and performing our audit of the financial statements and supplementary schedules of MEI New York, 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. 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 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 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 an 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 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 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 any internal control or the practices and procedures referred to above, errors or fraud may occur and may 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 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 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.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a 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 the internal control was for limited purpose described in the first and second paragraphs would not necessarily identify all deficiencies in the 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 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 as described in the second paragraph of this report, were adequate at December 31, 2009 to meet the SEC's objectives.

This report is intended solely for the information and use of 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 those specified parties.

A handwritten signature in black ink, appearing to be "J. L. L.", written in a cursive style.

January 18, 2010

**Independent Accountants' Report on Applying Agreed-Upon Procedures**

To the Stockholders  
MEI New York, Inc.

In accordance with Rule 17a-5(e)(4) under the Securities Exchange act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments (Transitional Assessment Reconciliation, Form SIPC-7T) to the Securities Investor Protection Corporation ("SIPC") for the period from April 1, 2009 through December 31, 2009, which were agreed to by MEI New York, Inc. (the "Company"), the Securities and Exchange commission, Financial Industry Regulatory Authority, Inc. and SIPC, solely to assist you and the other specified parties in evaluating the Company's compliance with the applicable instructions of the Transitional Assessment Reconciliation (Form SIPC-7T). The Company's management is responsible for the company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1) Compared the listed assessment payments in Form SIPC-7T with respective cash disbursement record entries listed in the disbursement journal, noting no differences;
- 2) Compared the amounts reported on the audited Form X-17A-5 for the period April 1, 2009 through December 31, 2009, as applicable, with the amounts reported in the Transitional Assessment Reconciliation (Form SIPC-7T), noting no differences;
- 3) Compared any adjustment reported in Form SIPC-7T with supporting schedules and working papers, noting no differences;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7T and in the related schedules and working papers supporting the adjustments, noting no differences; and

- 5) Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7T on which it was originally computed, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to be "John J. John" or similar, written in a cursive style.

January 18, 2010

MEI NEW YORK, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2009

**MEI NEW YORK, INC.**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2009**

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