

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

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

SEC FILE NUMBER  
8-67751

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 1-1-09 AND ENDING 12-31-09  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: JOHN CARRIS Investments

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

44 Wall Street 12<sup>th</sup> FLOOR

(No. and Street)

New York.  
(City)

NY  
(State)

10005  
(Zip Code)

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

MAGGIE GREENNES. 212 4612110.

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

KBL LLP ATT: MICHAEL POLLACK.

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

110 Wall Street 11<sup>th</sup> FLOOR NEW YORK NY 10005  
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

SECURITIES AND EXCHANGE COMMISSION  
RECEIVED  
MAR 1 2010  
BRANCH OF REGISTRATIONS  
AND  
EXAMINATIONS  
04

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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)

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OATH OR AFFIRMATION

I, GEORGE CARRIS., swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of JOHN CARRIS INVESTMENTS LLC, as of March 23<sup>rd</sup>, 2010, 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:

G Carris  
Signature

CEO.  
Title

[Signature]  
Notary Public

SPERRY R. YOUNGER  
Notary Public, State of New York  
No. 01YO6044701  
Qualified in New York County  
Commission Expires July 10, 2011

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.

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

**JOHN CARRIS INVESTMENTS, LLC  
AUDITED FINANCIAL STATEMENTS AND SUPPLEMENTARY  
INFORMATION  
FOR THE YEAR ENDED  
DECEMBER 31, 2009**

**SEC**  
Mail Processing  
Section

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Washington, DC  
120

**JOHN CARRIS INVESTMENTS, LLC  
AUDITED FINANCIAL STATEMENTS AND SUPPLEMENTARY  
INFORMATION  
FOR THE YEAR ENDED  
DECEMBER 31, 2009**

**SEC**  
Mail Processing  
Section

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Washington, DC  
**120**

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## Auditors' report

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To the Member of  
John Carris Investments, LLC  
New York, New York

We have audited the accompanying financial condition of John Carris Investments, LLC as of December 31, 2009, and the related statements of income, changes in member capital, 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 generally accepted auditing standards 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 John Carris Investments, LLC 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 Schedule of Computation of Net Capital for Broker Dealers Pursuant to Rule 15c3-1 and the Reconciliation to the Computation of Net Capital Included in Part IIA of Form X-17A-5 and the Schedule of Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3 are presented for purposes of additional analysis and are not a required part of the basic financial statements, but are 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 audits 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.

***KBL, LLP***

KBL, LLP  
Certified Public Accountants and Advisors

February 19, 2010

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**JOHN CARRIS INVESTMENTS, LLC**  
**STATEMENT OF FINANCIAL CONDITION**  
**DECEMBER 31, 2009**

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<b>Assets</b>	
Cash	\$ 22,220
Commission receivable	956
Clearing deposit	120,000
Security deposits	9,800
Furniture and equipment, net of accumulated depreciation of \$277	6,035
<b>Total assets</b>	<b>\$ 159,011</b>

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**Liabilities and Members' Equity**

**Liabilities**

Accounts payable and accrued expenses	\$ 19,839
<b>Total liabilities</b>	<b>19,839</b>

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**Members' equity**

Member contributions, net of distributions	126,852
Accumulated earnings	12,320
<b>Total members' equity</b>	<b>139,172</b>
<b>Total liabilities and members' equity</b>	<b>\$ 159,011</b>

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*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC**  
**STATEMENT OF INCOME**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 2009**

<b>Revenue</b>	
Commissions	\$ 649,012
<b>Total revenue</b>	<b>649,012</b>
<b>Operating expenses</b>	
Salaries and wage related expenses	150,043
Clearing charges	20,278
Commission	162,500
Professional fees	77,266
Travel	35,185
Rent	30,837
Insurance	9,867
Telephone	5,372
Office expenses	46,145
Regulatory fees	36,704
Depreciation	277
Computer and network expenses	1,900
Meals and entertainment	45,793
Bank charges	457
Automobile expenses	2,397
Charitable contributions	1,650
Dues and subscriptions	1,658
Miscellaneous expenses	8,296
<b>Total operating expenses</b>	<b>636,625</b>
<b>Income from operations</b>	<b>\$ 12,387</b>
<b>Other income (expense)</b>	
Interest expense	(67)
<b>Total other income (expense)</b>	<b>(67)</b>
<b>Net income</b>	<b>\$ 12,320</b>

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC**  
**STATEMENT OF CHANGES IN MEMBERS' EQUITY**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 2009**

Balance, beginning	\$	0
Net income		12,320
Member contributions		180,000
Member distributions		(53,148)
<b>Balance, ending</b>	<b>\$</b>	<b>139,172</b>

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 2009**

<b>Cash flows from operating activities</b>	
Net income	\$ 12,320
Adjustments to reconcile net income to net cash used in operating activities	
Depreciation	277
Changes in operating assets and liabilities	
Increase in commission receivable	(956)
Increase in clearing deposit	(120,000)
Increase in security deposit	(9,800)
Increase in accounts payable and accrued expenses	19,839
<b>Net cash used in operating activities</b>	<b>(98,320)</b>
<b>Cash flows from investing activities</b>	
Acquisition of furniture and equipment	(6,312)
<b>Net cash used in investing activities</b>	<b>(6,312)</b>
<b>Cash flows from financing activities</b>	
Member contributions	180,000
Member distributions	(53,148)
<b>Net cash provided by financing activities</b>	<b>126,852</b>
<b>Increase in cash and cash equivalents</b>	<b>22,220</b>
Cash and cash equivalents, beginning of year	0
<b>Cash and cash equivalents, end of year</b>	<b>\$ 22,220</b>

**Supplementary disclosures of cash flow information**

Cash paid during the year for:	
Income taxes	\$ 0
Interest expense	67

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS**

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*NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

*Organization*

John Carris Investments, LLC (“the Company”) is registered as a broker and dealer in securities pursuant to Section 15 (b) of the Securities and Exchange Act of 1934.

The Company was incorporated on February 2, 2006 as Archey & Co., LLC as a limited liability company in the State of Oklahoma. On May 13, 2009, the Company formerly amended their certificate to change their name to John Carris Investments, LLC.

*Cash and cash equivalents*

The Company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash equivalents are carried at cost, which approximates market value.

*Accounting basis*

The Company uses the accrual basis of accounting for financial statement and income tax reporting. Accordingly revenues are recognized when services are rendered and expenses realized when the obligation is incurred.

*Fixed assets*

Fixed assets are stated at cost. Depreciation is computed using accelerated and straight-line methods over the following estimated useful lives:

<i>Description</i>	<i>Estimated useful life</i>
Furniture, fixtures and equipment	5 years

*Income taxes*

The Company is a single-member limited liability company and for tax purposes is treated as a sole proprietorship. All net earnings generated are passed through to the individual member and taxed at the respective tax rates.

*Investments*

Investments are carried at fair market value, with unrealized gains and losses reported in a separate component of other comprehensive income. Realized gains or losses are computed based on specific identification of the securities sold and are charged or credited to current earnings.

*See auditors’ report.*

**JOHN CARRIS INVESTMENTS, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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*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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results may differ from these estimates.

*Comprehensive income reporting*

The Company accounts for comprehensive income in accordance with SFAS No. 130 "Reporting Comprehensive Income," which requires comprehensive income and its components to be reported when a company has items of comprehensive income. Comprehensive income includes net income plus other comprehensive income (i.e., certain revenues, expenses, gains and losses reported as separate components of members' equity rather than in net income).

*NOTE 2 – CLEARING DEPOSIT*

As of December 31, 2009, the Company has a \$120,000 deposit with Legent Clearing, LLC pursuant to the Fully Disclosed Clearing Agreement.

*NOTE 3 – OPERATING LEASE*

The Company leases its facilities in New York under lease agreements expiring December 31, 2010. Future minimum lease payments are as follows:

December 31, 2010	\$ 57,600
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*See auditors' report.*

**JOHN CARRIS INVESTMENTS, LLC**  
**COMPUTATION OF NET CAPITAL UNDER RULE 15C3-1 OF THE**  
**SECURITIES AND EXCHANGE COMMISSION**  
**DECEMBER 31, 2009**

<b>Net capital</b>	
Total equity capital	\$ 139,172
Liabilities subordinated to claims of general creditors allowable in computation of net capital	
Non-allowable assets	15,835
<hr/>	
<b>Net capital before haircuts and undue concentration on securities positions</b>	<b>123,337</b>
Haircuts and undue concentration on securities positions	0
<hr/>	
	<b>\$ 123,337</b>
<hr/>	
<b>Aggregate indebtedness</b>	
Items included in the statement of financial condition	
Accounts payable and accrued expenses	\$ 19,839
Less: short positions payable	( 0)
<hr/>	
	<b>\$ 19,839</b>
<hr/>	
Ratio: aggregate indebtedness to net capital	.16 to 1
<hr/>	
<b>Computation of basis net capital requirement</b>	
Minimum net capital required based on 6 2/3% of aggregate indebtedness	\$ 1,323
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Excess net capital at 1000%	\$ 117,337
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<b>Reconciliation of December 31, 2009 audited computation of net capital and Company's unaudited December 31, 2009 Part IIA filing.</b>	
Unaudited December 31, 2009 net capital per December 31, 2009 Part IIA filing	\$ 123,337
Audit adjustments	(0)
<hr/>	
<b>Net capital</b>	<b>\$ 123,337</b>

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS  
FOR BROKER/DEALER UNDER RULE 15c3-3 OF THE SECURITIES  
EXCHANGE ACT OF 1934  
DECEMBER 31, 2009**

The Company is exempt from SEC rule 15c3-3 pursuant to the exemptive provisions under sub-paragraph (k)(2)(i) and, therefore, is not required to maintain a “Special Reserve Bank Account for the Exclusive Benefit of Customers.”

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC**  
**INFORMATION RELATING TO POSSESSION OR CONTROL**  
**REQUIREMENTS UNDER RULE 15c3-3**  
**DECEMBER 31, 2009**

The Company had no items reportable as customers' fully paid securities: (1) not in the Company's possession or control as of the audit date (for which instructions to reduce to possession or control had been issued as of the audit date) but for which the required action was not taken by the Company within the time frames specified under Rule 15c3-3 or (2) for which instructions to reduce to possession or control had not been issued as of the audit date, excluding items arising from "temporary lags which result from normal business operations" as permitted under Rule 15c3-3.

*See auditors' report and the accompanying notes to the financial statements.*



## Independent Auditors' Report on Internal Control

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To the Member of  
John Carris Investments, LLC  
New York, New York

In planning and performing our audit of the financial statements and supplemental schedules of John Carris Investments, LLC (the Company), for the year ended December 31, 2009, we considered its internal control, 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 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 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, 2009 to meet the SEC's objectives. This report is intended solely for the information and use of the Board of Directors, management, the SEC, the National Association of Securities Dealers (NASD) 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.

***KBL, LLP***

KBL, LLP  
Certified Public Accountants and Advisors  
February 19, 2010

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**JOHN CARRIS INVESTMENTS, LLC  
SUPPLEMENTAL SIPC REPORT  
FOR THE YEAR ENDED  
DECEMBER 31, 2009**



## Supplemental SIPC Report

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To the Member  
John Carris Investments, LLC  
New York, New York

In accordance with Rule 17a-5(e)(4) of the Securities and Exchange Commission, we have performed the following procedures with respect to the accompanying schedule (Form SIPC-7T) of Securities Investor Protection Corporation assessments and payments of John Carris Investments, LLC for the year ended December 31, 2009. Our procedures were performed solely to assist you in complying with Rule 17a-5(e)(4) and our report is not to be used for any other purpose. The procedures we performed are as follows:

- 1) Compared listed assessment payments with respective cash disbursement records entries;
- 2) Compared amounts included with the amounts reported on the audited Form X-17A-5 for the period January 1, 2009 to December 31, 2009 with the amounts reported in the General Assessment Reconciliation (Form SIPC-7T);
- 3) Compared any adjustments reported in Form SIPC-7T with supporting schedules and working papers;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7T and in the related schedules and working papers supporting adjustments; and
- 5) Compared the amount of any overpayment applied with the Form SIPC-7T on which it was computed.

Because the above procedures do not constitute an audit made in accordance with generally accepted auditing standards, we do not express an opinion on the schedule referred to herein. In connection with the procedures referred to herein, nothing came to our attention that caused us to believe that the amounts shown on Form SIPC-7T were not determined in accordance with applicable instructions and forms. This report relates only to the schedule referred to herein and does not extend to any financial statements of John Carris Investments, LLC taken as a whole.

***KBL, LLP***

KBL, LLP  
Certified Public Accountants and Advisors

February 19, 2010

**JOHN CARRIS INVESTMENTS, LLC  
 DETERMINATION OF "SIPC NET OPERATING REVENUES"  
 AND GENERAL ASSESSMENT  
 FOR THE YEAR ENDED DECEMBER 31, 2009  
 SCHEDULE OF ASSESSMENT PAYMENTS**

General Assessment		\$ 1,623
Less Payments Made:		
<u>Date Paid</u>	<u>Amount</u>	
<u>7/1/09</u>	<u>\$ 150</u>	
<u>          </u>	<u>          </u>	<u>150</u>
<u>          </u>	<u>          </u>	
Interest on late payment(s)		<u>          </u>
Total Assessment Balance and Interest Due		<u>\$ 1,473</u>
Payment made with Form SIPC 7T		<u>\$ 1,473</u>

*See auditors' report and the accompanying notes to the financial statements.*

**JOHN CARRIS INVESTMENTS, LLC  
DETERMINATION OF "SIPC NET OPERATING REVENUES"  
AND GENERAL ASSESSMENT  
FOR THE YEAR ENDED DECEMBER 31, 2009**

<b>Total revenue</b>	<b><u>\$ 649,012</u></b>
<b>Additions:</b>	
<b>Total additions</b>	<b><u>\$ --</u></b>
<b>Deductions:</b>	
<b>Other</b>	<b><u>--</u></b>
<b>Total deductions</b>	<b><u>\$ --</u></b>
<b>SIPC NET OPERATING REVENUES</b>	<b><u>\$ 649,012</u></b>
<b>GENERAL ASSESSMENT @ .0025</b>	<b><u>\$ 1,623</u></b>

*See auditors' report and the accompanying notes to the financial statements.*