



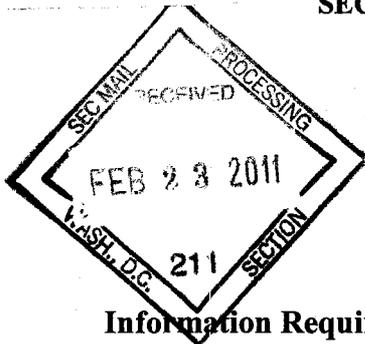
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OMB APPROVAL

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

OMB Number: 3235-0123
SEC FILE NUMBER
8-50792



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 JANUARY 1, 2010 AND ENDING DECEMBER 31, 2010
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

Carver Cross Securities Corp.
NAME OF BROKER-DEALER:

OFFICIAL USE ONLY

FIRM ID. NO. 128045

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

152 Pondfield Rd
(No. and Street)

Bronxville NEW York 10708
(City) (state) (Zip Code)

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

Bruce C. Jackson (212) 292-7801
(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Michael T. Remus, CPA
(Name - if individual, state last, first, middle name)

3673 Quakerbridge Road PO Box 2555 Hamilton Square NJ 086390
(Address) (City) (state) (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).

SEC 1410 (3-91)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

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OATH OR AFFIRMATION

I Bruce C Jackson swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Carver Cross Securities Corp. as of December 31 20 10, 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:

ANGELA JOY L. CERRATO
Notary Public, State of New York
No. 01CE6201636
Qualified in Westchester County
Commission Expires 3-2-13

ajlc

Notary Public

Bruce C Jackson
Signature

President

Title

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).

Carver Cross Securities Corp.

FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

For the Year Ended

December 31, 2010

CARVER CROSS SECURITIES CORP.

FINANCIAL HIGHLIGHTS

December 31, 2010

	<u>2010</u>
NET INCOME	\$ 415
NET WORTH	7,036
CASH AND CASH EQUIVALENTS	8,577
CURRENT RATIO	5.56 : 1.0

MICHAEL T. REMUS
Certified Public Accountant

P.O. Box 2555
Hamilton Square, NJ 08690

Tel: 609-540-1751

Fax: 609-228-3032

Independent Auditor's Report

Stockholders

Carver Cross Securities Corp.

I have audited the accompanying statement of financial condition of Carver Cross Securities Corp. (an S Corporation) as of December 31, 2010, and the related statement of operations and retained earnings, changes in liabilities subordinated to claims of creditors, changes in stockholders' equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Carver Cross Securities Corp. as of December 31, 2010 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.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supplemental schedules 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 my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Michael T. Remus, CPA
Hamilton Square, New Jersey
February 8, 2011

CARVER CROSS SECURITIES CORP.
STATEMENT OF FINANCIAL CONDITION
December 31, 2010

ASSETS

Current Assets	
Cash and cash equivalents	\$ 8,577
Total Current Assets	<u>8,577</u>
Equipment	
Computer equipment	2,363
Less: Accumulated depreciation	<u>(2,363)</u>
	<u>0</u>
Total Assets	<u><u>\$ 8,577</u></u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities	
Accrued expenses	\$ 1,541
Total Current Liabilities	<u>1,541</u>
Total Liabilities	<u>1,541</u>
Stockholders' Equity	
Common stock, no par, Authorized 200 shares, 100 shares issued and outstanding	8,000
Retained earnings (deficit)	(964)
	<u>7,036</u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 8,577</u></u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.
STATEMENT OF OPERATIONS AND RETAINED EARNINGS
Year Ended December 31, 2010

REVENUES

Revenues and fees	\$ 21,280
Interest income	11
	<hr/>
	21,291
	<hr/>

OPERATING EXPENSES

Rent and utilities	14,000
Postage	19
Bank charges	48
Professional fees	5,850
Regulatory Fees	934
	<hr/>
	20,851
	<hr/>

Income From Operations	440
Income Tax	<hr/> 25
Net Income	415
Retained Earnings (Deficit) - December 31, 2009	(1,379)
	<hr/>
Retained Earnings(Deficit) - December 31, 2010	<hr/> <u>\$ (964)</u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.
STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF CREDITORS
Year Ended December 31, 2010

Subordinated Liabilities at December 31, 2009	\$ -
Increases	-
Decreases	-
Subordinated Liabilities at December 31, 2010	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
Year Ended December 31, 2010

	<u>Common Stock</u>		<u>Additional Paid-In Capital</u>	<u>Retained Earnings (Deficit)</u>	<u>Total</u>
	<u>Number of Shares</u>	<u>Amount</u>			
Balance at December 31, 2009	100	\$ 8,000	\$ -	\$ (1,379)	\$ 6,621
Current year activity	-	-	-	-	-
Net Income	-	-	-	415	415
Balance at December 31, 2010	<u>100</u>	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ (964)</u>	<u>\$ 7,036</u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.

STATEMENT OF CASH FLOWS

Year Ended December 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Net Income	\$	415
Adjustments to Reconcile Net Income to Net Cash Provided By Operating Activities:		
Depreciation		-
Increase (Decrease) in:		
Accounts payable and accrued expenses		41
		<hr/>
Net cash provided by operating activities		456
		<hr/>
Cash Flows From Investing Activities		-
Cash Flows From Financing Activities		-
Net increase in cash		456
Cash and cash equivalents at Beginning of Year		<hr/> 8,121
Cash and cash equivalents at End of Year		<hr/> <hr/> \$ 8,577
Supplemental Disclosures		
Cash paid for income taxes	\$	25
Cash paid for interest		-

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

NOTE 1. NATURE OF BUSINESS

Carver Cross Securities Corp. (the Company) was organized in the State of New York on December 17, 1997. The Company is a broker-dealer and financial advisor to entities seeking to raise capital, consummate mergers and acquisitions and provides advice to entities considering or planning such transactions.

NOTE 2. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting

The financial statements of the Company have been prepared on the accrual basis of accounting.

Property and Equipment

Property and equipment is recorded at cost. Depreciation is computed principally by the straight line method, based on the estimated useful life of the related asset. Expenditures for maintenance, repairs, renewals and betterments that do not materially prolong the useful lives of the assets are expensed.

Income Taxes

The Company, with the consent of its shareholders, has elected under the Internal Revenue Code to be treated as 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 federal or state income taxes has been included in the financial statements.

Cash

For purposes of the statement of cash flows, the Company considers all investments with a term to maturity of three months or less at the time of acquisition to be cash equivalents. The company has adopted the indirect method of presenting the statement of cash flows in accordance with current authoritative pronouncements. There were no cash equivalents at December 31, 2010.

Revenue Recognition

The Company recognizes revenue from advisory fees in the period earned, that is when the transaction has been completed or advisory services delivered.

CARVER CROSS SECURITIES CORP.
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Accounts Receivable

The Company establishes an allowance for uncollectible trade accounts receivable based on managements evaluation of the collectibility of outstanding accounts receivable. There were no accounts receivable at December 31, 2010.

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.

Subsequent Events

The Organization has evaluated subsequent events through February 8, 2011, the date which the financial statements were available to be issued.

Comprehensive Income:

In June 1997, the FASB issued Statement of Financial Accounting Standards No. 130, "*Reporting Comprehensive Income*" ("SFAS 130"), that establishes standards for reporting and display of comprehensive income and its components. SFAS 130 requires unrealized gains or losses on available-for-sale securities, foreign currency translation adjustments, minimum pension liability adjustments and changes in the market value of certain futures contracts that qualify as a hedge to be included in other comprehensive income. As of the date of these financial statements the company had no components of comprehensive income.

Note 3. Net Capital Requirements:

The Company is subject to the Securities and Exchange Commission Uniform New Capital Rule (SEC rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At December 31, 2010, the Company had net capital of \$7,036., which was \$2,036. in excess of its required minimum net capital of \$5,000. The Company's net capital ratio was 2.190 to 1.

CARVER CROSS SECURITIES CORP.
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2010

Note 4. Fair Value of Financial Instruments:

Cash and cash equivalents, receivables, accounts payable and other current liabilities are reflected in the financial statements at carrying value which approximates fair value because of the short-term maturity of these instruments.

Note 5. Concentrations and Economic Dependency:

Three customers accounted for approximately 97.5% of revenues and fees.

Note 6. Related Party Transactions:

The Company paid rent to its principal shareholder in the amount of \$14,000.

Note 7. Anti-Money Laundering Program:

The Company is required to have a program to actively prevent and prohibit money laundering and any activity that facilitates money laundering or the funding of terrorist or criminal activities. At December 31, 2010 the Company was in compliance with this program.

Supplementary Information
Pursuant to Rule 17a-5 of the
Securities Exchange Act of 1934

As of December 31, 2010

MICHAEL T. REMUS
Certified Public Accountant

P.O. Box 2555
Hamilton Square, NJ 08690

Tel: 609-540-1751
Fax: 609-228-3032

Independent Auditors Report on
Internal Accounting Control

Stockholders

Carver Cross Securities Corp.

I have audited the financial statements of Carver Cross Securities Corp. as of December 31, 2010 and have issued my report thereon dated February 8, 2011. As part of my audit, I reviewed and tested the system of internal accounting control to the extent I considered necessary to evaluate the system as required by generally accepted auditing standards and by Rule 17a-5 under the Securities Exchange Act of 1934. Rule 17a-5 contemplates that the scope of the review and tests should be sufficient to provide reasonable assurance that any material weakness existing at the date of my examination would be disclosed. Under these standards and that Rule the purposes of such evaluation are to establish a basis for reliance thereon in determining the nature, timing and expression of an opinion on the financial statements and to provide a basis for reporting material weakness in internal accounting control.

The objective of internal accounting control is to provide reasonable, but not absolute assurance as to the safeguarding of assets against unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgements by management. However, for the purposes of this report under Rule 17a-5, the cost-benefit relationship has been disregarded in determining weaknesses to be reported.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgement, carelessness, or other personal factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management with respect either to the execution and recording of transactions or respect to the estimates and judgements required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions, and that the degree of compliance with the procedures may deteriorate.

A study and evaluation of the system of internal accounting control for the year ended December 31, 2010, which was made for the purposes set forth in the first paragraph above and would not necessarily disclose all weaknesses in the system which may have existed during the period under review, disclosed no weaknesses that I believe to be material.

Michael T. Remus, CPA
Hamilton Square, New Jersey
February 8, 2011

CARVER CROSS SECURITIES CORP.

**INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS
PURSUANT TO RULE 15c 3-3 of the Securities and Exchange Commission**

As of December 31, 2010

Pursuant to rule 15c 3-3 relating to possession or control requirements, Carver Cross Securities Corp. has not engaged in the clearing or trading of any securities and did not hold customer funds or securities during the year ended December 31, 2010 and therefore is claiming exemption to this schedule pursuant to paragraph K(2)(i) of SEC Rule 15c3-3. The firm's minimum net capital requirement pursuant to paragraph (a)(2)(vi) of SEC Rule 15c3-1 will be \$5,000..

CARVER CROSS SECURITIES CORP.

COMPUTATION OF NET CAPITAL IN ACCORDANCE WITH RULE 15c 3-1
Year Ended December 31, 2010

NET CAPITAL

Common stock	\$	8,000
Additional Paid-In Capital		-
Retained earnings (deficit)		(964)
Total Credits		<u>7,036</u>

Debits

Receivables to non-customers		-
Equipment less accumulated depreciation		-
Total Debits		<u>0</u>

NET CAPITAL	\$	<u>7,036</u>
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CAPITAL REQUIREMENTS

6 2/3 % of aggregate indebtedness		100
Minimum capital requirement		5,000
Net capital in excess of requirements	\$	<u>2,036</u>

Ratio of Aggregate Indebtedness to Net Capital		2.190 to 1
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The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.

COMPUTATION OF NET CAPITAL IN ACCORDANCE WITH RULE 15c 3-1
Year Ended December 31, 2010

Reconciliation with Company's Computation (included in
Part II of Form X-17A-5 as of December 31, 2010)

Net Capital, as reported in Company's Part II unaudited Focus Report	\$ 7,077
Net Capital, per above	<u>7,036</u>
Difference	<u>\$ 41</u>

	<u>Per Focus Report</u>	<u>Adjustments</u>	<u>Per Audit</u>
Members' Equity and Net Capital	\$ 7,077	\$ (41)	\$ 7,036
Deductions and / or charges			
Audit Adjustment 2	(41)		
	<u>\$ 7,036</u>	<u>\$ (41)</u>	<u>\$ 7,036</u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.

SCHEDULE OF AGGREGATE INDEBTEDNESS
Year Ended December 31, 2010

AGGREGATE INDEBTEDNESS:

Accrued expenses and accounts payable	\$ 1,541
	<hr/>
Total Aggregate Indebtedness	<u>\$ 1,541</u>

The accompanying notes are an integral part of the financial statements.

CARVER CROSS SECURITIES CORP.

RECONCILIATION BETWEEN AUDITED AND UNAUDITED STATEMENTS
OF FINANCIAL CONDITION

FISCAL YEAR ENDED DECEMBER 31, 2010

Pursuant to Rule 17a-5(d) (4) of the audited computations of Net Capital pursuant to Rule 15c 3-1 and computation for Determination of Reserve requirements pursuant to Rule 15c 3-3 submitted by Carver Cross Securities Corp., in my opinion no material differences exist which would materially effect the reserve requirements pursuant to Rule 15c 3-3.

MICHAEL T. REMUS
Certified Public Accountant

P.O. Box 2555
Hamilton Square, NJ 08690

Tel: 609-540-1751

Fax: 609-228-3032

CARVER CROSS SECURITIES CORP.

**Independent Accountants Report on Applying Agreed-Upon
Procedures Related to an Entity's SIPC Assessment Reconciliation
For the Year Ended December 31, 2010**

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, I 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 year ended December 31, 2010, which were agreed to by Carver Cross Securities Corp. and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc. and SIPC, solely to assist you and the other specified parties in evaluating Carver Cross Securities Corp. compliance with the applicable instructions of the Transitional Assessment Reconciliation (Form SIPC-7T). Carver Cross Securities Corp. management is responsible for the firm'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 listed assessment payments on SIPC-7 with respective cash disbursements journals, noting no differences;
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2010, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2010, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences, and
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences.

My findings are included on the attached SIPC Transitional Assessment Reconciliation schedule. I was not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my 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.

Michael T. Remus, CPA
Hamilton Square, New Jersey
February 8, 2011

CARVER CROSS SECURITIES CORP.
SIPC Transitional Assessment Reconciliation
December 31, 2010

General Assessment Calculation

Total Revenue	\$ 21,280
Rate	<u>0.0025</u>
General Assessment Due	53.20
Less Payments: SIPC 6	(11.93)
Plus: Interest	<u> </u>
Remaining Assessment Due	41.27
Paid with SIPC 7	<u>(41.27)</u>
Balance Due	<u><u>0.00</u></u>