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OMB APPROVAL	
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**ANNUAL AUDITED REPORT** SEC Mail Processing Section  
**FORM X-17A-5**  
**PART III** FEB 25 2011

SEC FILE NUMBER
8-53361

FACING PAGE **Washington, DC**  
**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**

NAME OF BROKER-DEALER: Ross Securities Corporation

OFFICIAL USE ONLY
FIRM I.D. NO.

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

1270 Avenue of the Americas

(No. and Street)

New York, NY  
(City)

(State)

10020  
(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Norman E. Ross (212) 582-2524

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Richard Feiman

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

295 Madison Avenue, New York, NY 10017

(Address)

(City)

(State)

(Zip Code)

**CHECK ONE:**

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

<b>FOR OFFICIAL USE ONLY</b>

*\*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)*

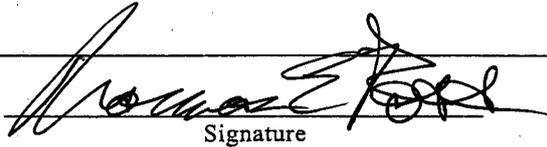
SEC 1410 (06-02)

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

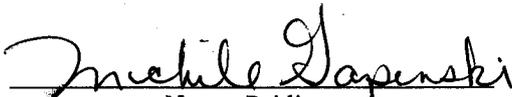
I, Norman E. Ross, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Ross Securities Corporation, as of December 31, 2010, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:



Signature

President

Title

  
Notary Public

MICHELE GAPINSKI  
Notary Public, State of New York  
No. 02GA4984235  
Qualified in Suffolk County  
Commission Expires July 15, 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).

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION

SEC Mail Processing  
Section

FORM  
X-17A-5

FOCUS REPORT  
(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT) PART IIA [12]

FEB 25 2011  
Washington, DC  
110

(Please read instructions before preparing Form)

This report is being filed pursuant to (Check Applicable Block(s)):

- 1) Rule 17a-5(a)  [16]
- 2) Rule 17a-5(b)  [17]
- 3) Rule 17a-11  [18]
- 4) Special request by designated examining authority  [19]
- 5) Other  [26]

NAME OF BROKER-DEALER

ROSS SECURITIES CORPORATION [13]  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS (Do not use P.O. Box No.)

1270 AVENUE OF THE AMERICAS - 20TH FLOOR [20]  
(No. and Street)

NEW YORK [21] NY [22] 10020 [23]  
(City) (State) (Zip Code)

SEC. FILE NO.

8-53361 [14]

FIRM ID NO.

113796 [15]

FOR PERIOD BEGINNING (MM/DD/YY)

10/01/10 [24]

AND ENDING (MM/DD/YY)

12/31/10 [25]

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT (Area code) - Telephone No.

CARL JOHANSSON [30] (212) 408-0572 [31]

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT

OFFICIAL USE

[32] [33]

[34] [35]

[36] [37]

[38] [39]

DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS ? YES  [40] NO  [41]

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT  [42]

EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the \_\_\_\_\_ day of \_\_\_\_\_ 20 \_\_\_\_\_

Manual Signatures of:

1) \_\_\_\_\_  
Principal Executive Officer or Managing Partner

2) \_\_\_\_\_  
Principal Financial Officer or Partner

3) \_\_\_\_\_  
Principal Operations Officer or Partner

ATTENTION - Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78:f (a) )

FINRA



FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA

BROKER OR DEALER ROSS SECURITIES CORPORATION	as of <u>12/31/10</u>
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STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING,  
NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS  
LIABILITIES AND OWNERSHIP EQUITY

<u>Liabilities</u>	<u>A.I. Liabilities</u>	<u>Non-A.I. Liabilities</u>	<u>Total</u>
13. Bank loans payable .....	\$ <u>1045</u>	\$ <u>1255</u>	\$ <u>1470</u>
14. Payable to brokers or dealers:			
A. Clearance account .....	<u>1114</u>	<u>1315</u>	<u>1560</u>
B. Other .....	<u>1115</u>	<u>1305</u>	<u>1540</u>
15. Payable to non-customers .....	863 <u>1155</u>	<u>1355</u>	863 <u>1610</u>
16. Securities sold not yet purchased, at market value .....		<u>1360</u>	<u>1620</u>
17. Accounts payable, accrued liabilities, expenses and other .....	<u>1205</u>	<u>1385</u>	<u>1685</u>
18. Notes and mortgages payable:			
A. Unsecured .....	<u>1210</u>		<u>1690</u>
B. Secured .....	<u>1211</u>	<u>1390</u>	<u>1700</u>
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:			
1. from outsiders \$ <u>970</u>		<u>1400</u>	<u>1710</u>
2. Includes equity subordination (15c3-1(d)) of ..... \$ <u>980</u>			
B. Securities borrowings, at market value from outsiders \$ <u>990</u>		<u>1410</u>	<u>1720</u>
C. Pursuant to secured demand note collateral agreements .....		<u>1420</u>	<u>1730</u>
1. from outsiders \$ <u>1000</u>			
2. includes equity subordination (15c3-1(d)) of ..... \$ <u>1010</u>			
D. Exchange memberships contributed for use of company, at market value .....		<u>1430</u>	<u>1740</u>
E. Accounts and other borrowings not qualified for net capital purposes .....	<u>1220</u>	<u>1440</u>	<u>1750</u>
20. TOTAL LIABILITIES .....	\$ 863 <u>1230</u>	\$ <u>1450</u>	\$ 863 <u>1760</u>

<u>Ownership Equity</u>			
21. Sole proprietorship .....			\$ <u>1770</u>
22. Partnership (limited partners) .....	\$ <u>1020</u>		<u>1780</u>
23. Corporation:			
A. Preferred stock .....			<u>1791</u>
B. Common stock .....			<u>1792</u>
C. Additional paid-in capital .....		672	<u>1793</u>
D. Retained earnings .....		27,255	<u>1794</u>
E. Total .....		27,927	<u>1795</u>
F. Less capital stock in treasury .....		(9)	<u>1796</u>
24. TOTAL OWNERSHIP EQUITY .....		\$ 27,927	<u>1800</u>
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY .....		\$ 28,790	<u>1810</u>

OMIT PENNIES

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA

BROKER OR DEALER ROSS SECURITIES CORPORATION	as of	12/31/10
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COMPUTATION OF NET CAPITAL

1. Total ownership equity from Statement of Financial Condition	\$	27,927	3480
2. Deduct ownership equity not allowable for Net Capital	(		3490
3. Total ownership equity qualified for Net Capital		27,927	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital			3520
B. Other (deductions) or allowable credits (List)			3525
5. Total capital and allowable subordinated liabilities	\$	27,927	3530
6. Deductions and/or charges:			
A. Total non-allowable assets from			
Statement of Financial Condition (Notes B and C)	\$	750	3540
B. Secured demand note deficiency			3590
C. Commodity futures contracts and spot commodities-proprietary capital charges			3600
D. Other deductions and/or charges			3610
7. Other additions and/or allowable credits (List)	(	750	3620
8. Net Capital before haircuts on securities positions	\$	27,177	3630
9. Haircuts on securities (computed, where applicable, pursuant to 15c3-1(f)):			
A. Contractual securities commitments	\$		3660
B. Subordinated securities borrowings			3670
C. Trading and investment securities:			
1. Exempted securities			3735
2. Debt securities			3733
3. Options			3730
4. Other securities			3734
D. Undue concentration			3650
E. Other (List)	(		3740
10. Net Capital	\$	27,177	3750

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

ROSS SECURITIES CORPORATION

as of 12/31/10

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

**Part A**

11. Minimum net capital required (6-2/3% of line 19)	\$	58	3756
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	5,000	3758
13. Net capital requirement (greater of line 11 or 12)	\$	5,000	3760
14. Excess net capital (line 10 less 13)	\$	22,177	3770
15. Net capital less greater of 10% of line 19 or 120% of line 12	\$	21,177	3780

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

16. Total A.I. liabilities from Statement of Financial Condition	\$	863	3790
17. Add:			
A. Drafts for immediate credit	\$	3800	
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$	3810	
C. Other unrecorded amounts (List)	\$	3820	3830
19. Total aggregate indebtedness	\$	863	3840
20. Percentage of aggregate indebtedness to net capital (line 19 divided by line 10)	%	3.18	3850
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c-3-1(d)	%	0.00	3860

**COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT**

**Part B**

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$	3870	3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	3880	3880
24. Net capital requirement (greater of line 22 or 23)	\$	3760	3760
25. Excess net capital (line 10 less 24)	\$	3910	3910
26. Net capital in excess of the greater of:			
5% of combined aggregate debit items or 120% of minimum net capital requirement	\$	3920	3920

**NOTES:**

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
  2. 6-2/3% of aggregate indebtedness or 4% of aggregate debits if alternative method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand notes covered by subordination agreements not in satisfactory form and the market values of the memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**  
ROSS SECURITIES CORPORATION

For the period (MMDDYY) from 10/01/10 3932 to 12/31/10 3933  
Number of months included in this statement 3 3931

**REVENUE** **STATEMENT OF INCOME (LOSS)**

1. Commissions:			
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$		3935
b. Commissions on listed option transactions			3938
c. All other securities commissions			3939
d. Total securities commissions			3940
2. Gains or losses on firm securities trading accounts			
a. From market making in options on a national securities exchange			3945
b. From all other trading			3949
c. Total gain (loss)			3950
3. Gains or losses on firm securities investment accounts			3952
4. Profits (losses) from underwriting and selling groups			3955
5. Revenue from sale of investment company shares			3970
6. Commodities revenue			3990
7. Fees for account supervision, investment advisory and administrative services			3975
8. Other revenue		12,024	3995
9. Total revenue		\$ 12,024	4030

**EXPENSES**

10. Salaries and other employment costs for general partners and voting stockholder officers	7,000		4120
11. Other employee compensation and benefits			4115
12. Commissions paid to other brokers-dealers			4140
13. Interest expense			4075
a. Includes interest on accounts subject to subordination agreements		4070	
14. Regulatory fees and expenses	3,890		4195
15. Other expenses		462	4100
16. Total expenses		\$ 11,352	4200

**NET INCOME**

17. Net Income (loss) before Federal income taxes and items below (Item 9 less Item 16)		\$ 672	4210
18. Provision for Federal income taxes (for parent only)			4220
19. Equity in earnings (losses) of unconsolidated subsidiaries not included above			4222
a. After Federal income taxes of		4238	
20. Extraordinary gains (losses)			4224
a. After Federal income taxes of		4239	
21. Cumulative effect of changes in accounting principles			4225
22. Net income (loss) after Federal income taxes and extraordinary items		\$ 672	4230

**MONTHLY INCOME**

23. Income (current month only) before provision for Federal Income taxes and extraordinary items		265	4211
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FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA

BROKER OR DEALER ROSS SECURITIES CORPORATION
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For the period (MMDDYY) from 10/01/10 to 12/31/10

STATEMENT OF CHANGES IN OWNERSHIP EQUITY  
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)

1. Balance, beginning of period	\$	27,255	4240
A. Net income (loss)		672	4250
B. Additions (includes non-conforming capital of	\$	4262	4260
C. Deductions (includes non-conforming capital of	\$	4272	4270
2. Balance, end of period (from item 1800)	\$	27,927	4290

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED  
TO CLAIMS OF GENERAL CREDITORS

3. Balance, beginning of period	\$	4300	4300
A. Increases			4310
B. Decreases			4320
4. Balance, end of period (from item 3520)	\$		4330

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

<b>BROKER OR DEALER</b> ROSS SECURITIES CORPORATION	as of <u>12/31/10</u>
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**Exemptive Provision Under Rule 15c3-3**

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based :

- A. (k) (1) - Limited business (mutual funds and/or variable annuities only) ..... \$ X 4550
- B. (k) (2) (i) - "Special Account for the Exclusive Benefit of customers" maintained ..... 4560
- C. (k) (2) (ii) - All customer transactions cleared through another broker-dealer on a fully disclosed basis.  
 Name(s) of Clearing Firm(s) - Please separate multiple names with a semi-colon  
 \_\_\_\_\_ 4335 4570
- D. (k) (3) - Exempted by order of the Commission ..... 4580

**Ownership Equity and Subordinated Liabilities maturing or proposed to be  
withdrawn within the next six months and accruals, (as defined below),  
which have not been deducted in the computation of Net Capital.**

Type of Proposed Withdrawal or Accrual (See below for code to enter)	Name of Lender or Contributor	Insider or Outsider ? (In or Out)	Amount to be with- drawn (cash amount and/or Net Capital Value of Securities)	(MMDDYY) Withdrawal or Maturity Date	Expect to Renew (Yes or No)					
4600		4601		4602		4603		4604		4605
4610		4611		4612		4613		4614		4615
4620		4621		4622		4623		4624		4625
4630		4631		4632		4633		4634		4635
4640		4641		4642		4643		4644		4645
4650		4651		4652		4653		4654		4655
4660		4661		4662		4663		4664		4665
4670		4671		4672		4673		4674		4675
4680		4681		4682		4683		4684		4685
4690		4691		4692		4693		4694		4695
<b>TOTAL</b>			\$	<b>4699</b>						

OMIT PENNIES

Instructions: Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c) (2) (iv)), which could be required by the lender on demand or in less than six months.

WITHDRAWAL CODE:	DESCRIPTION
1.	Equity Capital
2.	Subordinated Liabilities
3.	Accruals
4.	15c3-1(c) (2) (iv) Liabilities

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Section

FEB 25 2011

Washington, DC  
110

ROSS SECURITIES CORPORATION

FINANCIAL STATEMENT

DECEMBER 31, 2010

RICHARD FEIMAN  
CERTIFIED PUBLIC ACCOUNTANT  
295 MADISON AVENUE  
NEW YORK, NY 10017

INDEPENDENT AUDITORS REPORT

The Board of Directors  
Ross Securities Corporation

I have audited the accompanying statement of financial condition (Balance Sheet) of Ross Securities Corporation as of December 31, 2010 and the related statement of income and changes in stockholders' equity for the twelve months 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 the audit.

I conducted the audit in accordance with generally accepted auditing standards. These 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. I believe that the 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 the Company at December 31, 2010, and the results of its operations and its cash flows for the period then ended in conformity with generally accepted accounting principles. I find no material inadequacies in the accounting system, internal accounting control and procedures for safeguarding securities.

The audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements, but its supplementary information required by Rule 17-a-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 my opinion is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

February 21, 2011



Richard Feiman

ROSS SECURITIES CORPORATION  
STATEMENT OF FINANCIAL CONDITION  
BALANCE SHEET  
DECEMBER 31, 2010

Assets

Current Assets

Cash in First Republic Bank		\$ 28,040.00
Commission & Fees Receivable		<u>750.00</u>
Total Current Assets		28,790.00

Fixed Assets

Computer Equipment	\$ 1,517.00	
Less: Accumulated Depreciation	<u>1,517.00</u>	<u>0.00</u>
Total Assets		<u>\$ 28,790.00</u>

Liabilities and Equity

Current Liabilities

Accounts Payable		\$ 864.00
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Shareholders Equity

Capital Stock	\$ 15,700.00	
Retained Earnings	<u>9,818.00</u>	
Total	25,518.00	
Add: Net Profit for the Twelve Months	<u>2,408.00</u>	
Total Equity 12/31/10		<u>27,926.00</u>
Total Liabilities & Equity		<u>28,790.00</u>

ROSS SECURITIES CORPORATION  
STATEMENT OF INCOME  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2010

Income

Commissions & Fees	\$ 96,062.00	
Total Income		\$ 96,062.00

Expenses

Overhead - Salaries & Taxes	\$ 75,500.00	
Dues, Licenses, Fees & Bond	5,355.00	
Administrative Expenses and Rent	12,000.00	
Federal, State & Local Taxes	<u>799.00</u>	
Total Expenses		<u>93,654.00</u>

Net Profit for the Twelve Months		<u>\$ 2,408.00</u>
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**ROSS SECURITIES CORPORATION**  
**RECONCILIATION OF COMPUTATION OF NET CAPITAL AS OF DECEMBER 31, 2010**  
**FIRM ID: 113796**  
**SEE FILE #8-53361**

Total Ownership Equity - 1/1/10	\$ 25,518.00
Add: Net Profit for the Year	
Less: Distribution to Shareholder	2,408.00
Total Ownership Equity - 12/31/10	27,926.00
Deduct o/e allowable for net capital	0.00
Total o/e qualified for net capital	27,926.00
Add:	
Allowable subordinated liabilities	
Other deductions or credits	0.00
Descriptions                      Amount	0.00
Total capital & allowable subloans	27,926.00
Deductions and/or charges	
Total non-allowable assets	
Secured demand note deficiency	
Cap charges for spot 7 commodity futures	
Other deductions and/or charges	0.00
Other additional and/or allowable credits	
Description                      Amount	0.00
Net capital before haircuts	27,926.00
Haircuts on securities	0.00
Net Capital	\$ 27,926.00

Note:        The Net Capital for the year 2010 was increased by \$2408.00. No additional adjustments to Net Capital have occurred during the year.

**ROSS SECURITIES CORPORATION**  
**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**  
**FIRM ID: 113796**

Minimum Net Capital Required: (based on Aggregate Indebtedness)	0.00
Minimum Dollar Requirement	\$ 5,000.00
Net Capital Requirement	5,000.00
Excess Net Capital	22,926.00
Excess Net Capital @100% (Net Capital - 10% Aggregate Indebtedness = 22,926.)	22,926.00

Note: The basic Minimum Dollar requirement of \$5,000 has been increased by accumulated profits less distribution to shareholders resulting in a total excess Net Capital of \$22,926.

ROSS SECURITIES CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2010

The Corporation complies with the rules and regulations of FINRA.

Cash in First Republic Bank was verified with the statements submitted by the depository as of December 31, 2010. The cash balance is verified on a monthly basis with the depository's statement and any unusual or significant transactions are further investigated by our firm.

Commissions are reported when earned. All variable life and mutual fund commissions earned as at December 31, 2010 were deposited in First Republic Bank or set up as receivables. A current schedule of commission's receivable is maintained by the company management.

The Receivable due from Life commissions in the sum of \$750.00 is calculated as follows:

\$750.00 from Met Life /Great West is a rolling commission receivable and is earned in the month prior to collection.

As of December 31, 2010, the Fixed Assets consist only of computer equipment and these have been fully depreciated.

There were no subordinated Claims of Creditors at the beginning or the end of the period, nor any liabilities unpaid.

No provision for Corporation Income Taxes for the year 2010 has been set up.

The Common Capital Stock of \$15,700 results from 100 shares of common stock authorized and issued at a value of \$157.00 per share. The stock is privately owned and is not issued to the general public.

The Brokers required Net Capital as of December 31, 2010 is \$5,000 and the actual Net Capital as of December 31, 2010 is \$27,926.00 resulting in an excess Net Capital of \$22,926.00. No material differences or inadequacies exist between the Focus Report Part II A quarterly 17a-5(a) and the audited Net Capital of the Corporation, except for the provision for corporate income taxes noted above.

During the year 2010, no distributions to the shareholders were made. The chief financial officer has periodic meetings with the executive officers and shareholders to discuss current trends and business volumes and to prevent the excessive lowering of the Net Capital to a level close to the minimum requirement.

The Corporation did not have any purchase or sale of public offerings during the year 2010 nor any trading of any securities.

The Corporation, other than items reported, has no other assets or securities relating to Possession or Control requirements under Rule 15c3-3 of The Securities and Exchange Commission.