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Washington, D.C. 20549

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

SEC Mail Processing Section

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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: Westport Resources Investment Services, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

315 Post Road West

(No. and Street)

Westport

CT

06880

(City)

(State)

(Zip Code)

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

John A. Vaccaro

203-226-0222

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Dworken, Hillman, LaMorte & Sterczala, P.C.

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

Four Corporate Drive, Suite 488

Shelton

CT

06484

(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)

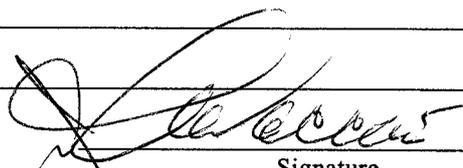
SEC 1410 (06-02)

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OATH OR AFFIRMATION

I, John A. Vaccaro, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Westport Resources Investment Services, Inc. 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
CEO
Title


Notary Public
my commission expires 11/30/14

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).

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

Years Ended December 31, 2010 and 2009

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DWORKEN, HILLMAN, LAMORTE & STERCZALA, P.C.
Certified Public Accountants / Business Consultants

JENNIFER S. BULL, CPA
JAMES G. COSGROVE, CPA
WALTER R. FULTON, CPA
MICHAEL F. GANINO, CPA
ERIC N. HENDLIN, CPA
WILLIAM C. LESKO, CPA
ALBERTO C. MARTINS, CPA
PAUL M. STERCZALA, CPA
JOSEPH A. VERRILLI, CPA

Independent Auditors' Report

Shareholders

Westport Resources Investment Services, Inc.
Westport, Connecticut

We have audited the accompanying statements of financial condition of Westport Resources Investment Services, Inc. as of December 31, 2010 and 2009, and the related statements of operations, changes in shareholders' equity, and cash flows for the years then ended. 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 audits.

We conducted our audits 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 audits provide 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 Westport Resources Investment Services, Inc. as of December 31, 2010 and 2009, and the results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying information on page 12 is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplemental information required by Rule 17a-5 of the Securities and Exchange Commission. 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 and in conformity with the rules of the Securities and Exchange Commission.

Shelton, Connecticut
February 23, 2011

Dworken, Hillman, LaMorte & Sterczala, P.C.



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A world-wide organization of accounting firms and business advisers

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

STATEMENTS OF FINANCIAL CONDITION

	December 31,	
	2010	2009
Assets		
Cash and cash equivalents	\$344,743	\$302,650
Receivable from clearing broker	90,674	203,095
Due from affiliate (Note 2)	11,565	7,167
Securities owned (Note 3)	100,000	100,593
Equipment and improvements (Note 4)	26,350	16,814
Other assets	<u>262,293</u>	<u>184,448</u>
Total Assets	<u>\$835,625</u>	<u>\$814,767</u>
 Liabilities and Shareholders' Equity		
Liabilities:		
Accrued expenses and other liabilities	\$236,827	\$191,441
Deferred income taxes	<u>1,900</u>	<u>1,900</u>
Total Liabilities	<u>238,727</u>	<u>193,341</u>
Commitments (Note 6)		
Shareholders' equity:		
Common stock, no par value; 5,000 shares authorized, issued and outstanding 404 shares	152,750	152,750
Retained earnings	<u>444,148</u>	<u>468,676</u>
Total Shareholders' Equity	<u>596,898</u>	<u>621,426</u>
Total Liabilities and Shareholders' Equity	<u>\$835,625</u>	<u>\$814,767</u>

See notes to financial statements.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

STATEMENTS OF OPERATIONS

	Year Ended December 31,	
	<u>2010</u>	<u>2009</u>
Revenue:		
Commissions	\$2,628,303	\$2,397,674
Interest income	10,309	14,283
Other income (Note 6)	<u>241,588</u>	<u>366,051</u>
	<u>2,880,200</u>	<u>2,778,008</u>
Expenses:		
Employee compensation	2,120,007	1,451,641
Commissions	852,119	654,562
Clearance costs (Note 6)	289,621	664,570
Payroll taxes and benefits	206,898	144,099
Rent, occupancy and equipment costs	132,882	160,414
Professional fees	123,877	255,806
Office supplies and expenses	121,154	133,813
Travel and entertainment	70,310	54,326
Regulatory fees and quote services	49,324	20,011
Dues and subscriptions	39,736	16,306
Marketing and advertising	20,131	30,547
Depreciation	9,153	5,114
Pension expense (Note 5)	9,101	12,408
Reimbursement for support services (Note 2)	<u>(1,136,086)</u>	<u>(899,717)</u>
	<u>2,908,227</u>	<u>2,703,900</u>
Income (loss) before provision for income taxes (benefit)	<u>(28,027)</u>	<u>74,108</u>
Provision for income taxes (benefit):		
Current	(3,499)	14,442
Deferred	<u> </u>	<u>3,300</u>
	<u>(3,499)</u>	<u>17,742</u>
Net income (loss)	<u>(\$ 24,528)</u>	<u>\$ 56,366</u>

See notes to financial statements.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	<u>Common Stock</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance, January 1, 2009	\$152,750	\$412,310	\$565,060
Net income	_____	56,366	56,366
Balance, December 31, 2009	\$152,750	\$468,676	\$621,426
Net loss	_____	(24,528)	(24,528)
Balance, December 31, 2010	<u>\$152,750</u>	<u>\$444,148</u>	<u>\$596,898</u>

See notes to financial statements.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

STATEMENTS OF CASH FLOWS

	Year Ended December 31,	
	<u>2010</u>	<u>2009</u>
Cash flows from operating activities:		
Net income (loss)	(\$ 24,528)	\$ 56,366
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation	9,153	5,114
Deferred income tax expense		3,300
Changes in operating assets and liabilities:		
Receivable from clearing broker	112,421	(79,962)
Due from affiliate	(4,398)	10,374
Other assets	(77,845)	(37,787)
Accrued expenses and other liabilities	<u>45,386</u>	<u>61,678</u>
Net cash provided by operating activities	<u>60,189</u>	<u>19,083</u>
Cash flows from investing activities:		
Proceeds from sale of securities	593	16,211
Capital expenditures	<u>(18,689)</u>	<u>(14,201)</u>
Net cash provided by (used in) investing activities	<u>(18,096)</u>	<u>2,010</u>
Net change in cash and cash equivalents	42,093	21,093
Cash and cash equivalents, beginning	<u>302,650</u>	<u>281,557</u>
Cash and cash equivalents, ending	<u>\$344,743</u>	<u>\$302,650</u>

See notes to financial statements.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

1. Description of the Company and summary of significant accounting policies:

Description of Company:

Westport Resources Investment Services, Inc. (the Company) is registered as a broker-dealer in securities with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority (FINRA). In this capacity, it executes both principal transactions for itself and agency transactions for its customers. The Company conducts business primarily with other broker-dealers located in the tri-state area on behalf of its customers and for its own proprietary accounts. The Company's customers are located throughout the world.

In the normal course of its business, the Company enters into financial transactions where the risk of potential loss due to changes in the market (market risk) or failure of the other party to the transaction to perform (credit risk) exceeds the amounts recorded for the transaction.

The Company's policy is to monitor its exposure continuously to market and counterparty risk using a variety of financial, position and credit exposure reporting and control procedures. In addition, the Company has a policy of reviewing the credit standing of each broker-dealer, clearing organization, customer and/or other counterparty with which it conducts business.

The Company introduces its customer transactions to a broker with whom it has a correspondent relationship for execution and clearance in accordance with the terms of a clearance agreement. In connection therewith, the Company has agreed to indemnify its clearing broker for losses that the clearing broker may sustain related to the Company's customers. As of December 31, 2010 and 2009, amounts were owed to the clearing broker by these customers, which were in connection with normal, delivery-against-payment, cash-account transactions. Subsequent to December 31, 2010 and 2009, all amounts related to such transactions were received from customers. Securities purchased by customers in connection with those transactions are held by the clearing broker as collateral for the amounts owed.

Significant accounting policies:

Securities transactions:

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

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

1. **Description of the Company and summary of significant accounting policies:** (continued):

Significant accounting policies (continued):

Securities transactions (continued):

Estimated fair value is based on the criteria outlined in Financial Accounting Standards Board Accounting Standard Codification No. 820 (ASC 820) "Fair Value Measurements and Disclosures". ASC 820 established a "three-tier" valuation hierarchy to prioritize the assumptions used in valuation techniques to measure fair value. The three levels of fair value hierarchy under ASC 820 are described below:

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical unrestricted assets or liabilities;

Level 2 – Quoted prices in active markets for similar assets and liabilities or quoted prices in less active dealer or broker markets;

Level 3 – Prices or valuations that require inputs that are both significant to the fair value measurement and are unobservable.

Estimates and assumptions:

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates used.

Cash and cash equivalents:

For purposes of the statement of cash flows, the Company has defined cash equivalents as highly liquid investments, with original maturities of less than ninety days, that are not held for sale in the ordinary course of business. The Company maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

1. **Description of the Company and summary of significant accounting policies** (continued):

Significant accounting policies (continued):

Equipment and improvements:

Equipment and improvements are carried at cost. Depreciation is provided by using the straight-line method over the estimated useful lives of the assets or the term of the underlying lease.

Commissions:

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

Income taxes:

Deferred income taxes are determined based on the difference between the financial statement and tax basis of assets and liabilities using tax rates expected to be in effect for the year in which the differences are expected to reverse. Temporary differences giving rise to deferred income taxes consist of accelerated methods of depreciation for income tax purposes, the future benefit to be recognized upon the utilization of certain operating loss carryforwards, and timing differences in the deductibility of certain expenses.

2. **Related party transactions:**

The Company and an affiliate through common ownership share personnel. The Company charged the affiliate \$1,136,086 in 2010 and \$899,717 in 2009 for these common expenses. The Company has a receivable from the affiliate of \$11,565 and \$7,167 at December 31, 2010 and 2009, respectively. The Company borrows and advances funds on an as needed basis with the affiliate. The borrowings are noninterest bearing and are due on demand.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

3. **Securities owned:**

Marketable securities owned consist of trading securities. Securities are carried a fair value using quoted prices in active markets for identical assets (Level 1) as follows:

	December 31,	
	<u>2010</u>	<u>2009</u>
Cash and cash equivalents, restricted	<u>\$100,000</u>	\$100,043
Securities		<u>550</u>
	<u>\$100,000</u>	<u>\$100,593</u>

4. **Equipment and improvements:**

	December 31,	
	<u>2010</u>	<u>2009</u>
Office equipment	<u>\$104,691</u>	\$86,002
Leasehold improvements	<u>13,161</u>	<u>13,161</u>
	117,852	99,163
Less accumulated depreciation	<u>91,502</u>	<u>82,349</u>
	<u>\$ 26,350</u>	<u>\$16,814</u>

5. **Employee benefits:**

The Company established a 401(k) profit sharing plan (the "Plan") which covers substantially all employees. The Company matches 25% of every dollar a participant contributes up to 5% of annual compensation, as defined. The Company may make additional discretionary contributions as authorized. Contributions by the Company to the Plan were \$9,100 and \$12,400 in 2010 and 2009, respectively.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

6. **Commitments:**

Leases:

The Company leases office space and equipment under noncancellable operating leases expiring through December 2013. The office lease contains escalation clauses. Future minimum lease payments on these leases are as follows:

<u>Year ending December 31:</u>	
2011	\$159,000
2012	139,500
2013	<u>145,000</u>
	<u>\$443,500</u>

Rent expense was \$100,600 and \$112,400 in 2010 and 2009, respectively.

Guarantee:

The Company is a co-borrower on a capital lease with an affiliate through June 2011. At December 31, 2010, the outstanding balance was \$10,830.

Shareholders' agreement:

The Company and its shareholders entered into an agreement whereby the Company has the right of first refusal to purchase stock from any shareholder wishing to sell. In addition, upon the death or disability of a shareholder, the Company has an obligation to repurchase the shareholder's stock. The Company also has the ability to assign its rights to non-selling shareholders.

Stock purchases will be calculated at the greater of book value or fair market value, as defined.

Clearing agreement:

As of November 2009, the Company no longer utilizes National Financial Services as their clearing firm and currently has a clearing agreement with Pershing, LLC (Pershing) through November, 2015. In connection with this agreement and the change in clearing firms, in 2009 the Company incurred approximately \$199,000 in termination and other conversion expenses, which are included in clearance costs and received approximately \$124,000 in reimbursements from Pershing, which are included in other income. The agreement provides for up to \$157,500 in clearance fee waivers over a four year period.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Years Ended December 31, 2010 and 2009

6. Commitments (continued):

Clearing agreement (continued):

The agreement also includes provisions which provide the Company with a \$100,000 incentive bonus in 2009 and up to \$900,000 in reimbursements for recruitment and transition of new brokers/advisors through November 2011. Included in other income in 2010 and 2009, is \$140,300 and \$167,000, respectively, from these provisions.

7. Supplemental disclosure of cash flow information:

Cash paid for income taxes totaled \$15,537 and \$12,015 for 2010 and 2009, respectively.

8. Rule 15c3-3:

The Company is exempt from the provisions of Rule 15c3-3 under paragraph (k)(2)(i) in that the Company carries no margin accounts, promptly transmits all customer funds and delivers all securities received, does not otherwise hold funds or securities for or owe money or securities to customers and effectuates all financial transactions on behalf of customers on a fully disclosed basis.

9. Net capital requirements:

The Company is subject to the Securities and Exchange Commission's Net Capital 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 and 2009, the Company had net capital of \$282,870 and \$311,163, which exceeded the minimum requirement of \$100,000 by \$182,870 and \$211,163. The Company's net capital ratio was .84 to 1 at December 31, 2010 and .62 to 1 at December 31, 2009.

10. Subsequent events:

Management has evaluated subsequent events through February 23, 2011, the date which the financial statements were available for issue.

WESTPORT RESOURCES INVESTMENT SERVICES, INC.
**COMPUTATION OF NET CAPITAL PURSUANT TO THE
UNIFORM NET CAPITAL RULE 15c3-1**

	December 31,	
	<u>2010</u>	<u>2009</u>
Credits:		
Shareholders' equity	<u>\$596,898</u>	<u>\$621,426</u>
Less non-allowable assets:		
Due from affiliate	11,565	7,167
Other receivables		97,005
Other assets	274,545	184,448
Property and equipment, net	26,350	16,814
Other charges		<u>707</u>
	<u>312,460</u>	<u>306,141</u>
Net capital before haircuts on securities positions	284,438	315,285
Haircuts on securities positions	<u>1,568</u>	<u>4,122</u>
Net capital	282,870	311,163
Minimum net capital requirement (greater of 6.67% of aggregate indebtedness or \$100,000)	<u>100,000</u>	<u>100,000</u>
Excess of net capital	<u>\$182,870</u>	<u>\$211,163</u>
Aggregate indebtedness:		
Accrued expenses and other liabilities	\$236,827	\$191,441
Deferred income tax liability	<u>1,900</u>	<u>1,900</u>
Total aggregate indebtedness	<u>\$238,727</u>	<u>\$193,341</u>
Ratio of total aggregate indebtedness to net capital	<u>.84 to 1</u>	<u>.62 to 1</u>

Note: There are no differences between the above calculation and the calculation included in the Company's unaudited Form X-17a-5 Part II A filing as of December 31, 2010.



DWORKEN, HILLMAN, LAMORTE & STERCZALA, P.C.
Certified Public Accountants / Business Consultants

JENNIFER S. BULL, CPA
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PAUL M. STERCZALA, CPA
JOSEPH A. VERRILLI, CPA

**Report of Independent Auditors on
Internal Controls Required by SEC Rule 17a-5**

Shareholders
Westport Resources Investment Services, Inc.
Westport, Connecticut

In planning and performing our audit of the financial statements of Westport Resources Investment Services, Inc. (the Company) as of and for the year ended December 31, 2010, 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 security accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, and the recordation of differences required by Rule 17a-13 or in 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.



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Because of inherent limitations in internal control and 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 the effectiveness of their design and operation may deteriorate.

A *deficiency* in internal control over financial reporting 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 *material weakness* is a deficiency or combination of deficiencies in internal control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in 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 those 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, were adequate as of December 31, 2010 to meet the SEC's objectives.

This report is intended solely for the use of management, the SEC, the Financial Industry Regulatory Authority 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.

February 23, 2011
Shelton, Connecticut

Dwight Hillman, Lallonde & Starczka, P.C.

Financial Statements

**WESTPORT RESOURCES INVESTMENT
SERVICES, INC.**

*Report Pursuant to Rule 17a-5(d) of
the Securities and Exchange Commission*

Years Ended December 31, 2010 and 2009