

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

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

SEC REPORT Processing Section  
OCT 27 2011

SEC FILE NUMBER  
8- 24977

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 8/1/10 AND ENDING 7/31/2011  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: BUETER and Company, Inc.  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
355 E. CAMPUS VIEW Blvd. #115  
(No. and Street)  
Columbus OH 43235  
(City) (State) (Zip Code)

OFFICIAL USE ONLY  
FIRM I.D. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
SEAN B. BUETER 614 885 9734  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
HHH CIA Group, LLC  
(Name - if individual, state last, first, middle name)  
1250 Old Henderson Bld. Columbus, OH 43220  
(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)

Ch. 2

OATH OR AFFIRMATION

I, SEAN R. BUETER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of BUETER AND COMPANY, INC., as of 10/24/2011, 20 11, 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]  
Signature

Title

Bonita D. Williams  
Notary Public



Bonita D. Williams  
NOTARY PUBLIC - OHIO  
MY COMMISSION EXPIRES 06 10, 2012

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).

**BUETER AND COMPANY, INC.**

**FINANCIAL STATEMENTS**

**JULY 31, 2011**



**BUETER AND COMPANY, INC.**

**FINANCIAL STATEMENTS**

**JULY 31, 2011**



Stockholder

Bueter and Company, Inc.

Richard B. Dumas, CPA  
rdumas@hhcpagroup.com

Dominic J. DiBartolomeo, CPA  
nick@hhcpagroup.com

Independent Auditors' Report

We have audited the accompanying balance sheets of Bueter and Company, Inc. as of July 31, 2011 and the related statement of operations, changes in stockholder's equity and cash flows for the year 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 audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bueter and Company, Inc. as of July 31, 2011 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 made for the purpose of forming an opinion on the basic financial statements, taken as a whole. The information contained in Schedules I and II are presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole

*HHH CPA Group, LLC*

HHH CPA Group, LLC  
Columbus, Ohio

Federal Employer ID Number: 20-3767687

*Richard B. Dumas*  
Richard B. Dumas, CPA

October 20, 2011

HHH CPA Group LLC

1250 Old Henderson Road Columbus, OH 43220

614.451.4644 Office ■ 614.451.3818 Fax

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Member: American Institute of Certified Public Accountants

**BUETER AND COMPANY, INC.**

**BALANCE SHEET**

**JULY 31, 2011**

ASSETS

Cash	\$	33,980
Prepaid federal income tax		<u>3,190</u>
	\$	<u><u>37,170</u></u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Management fee payable	\$	<u>1,719</u>
Total liabilities		1,719
Stockholder's equity:		
Common Stock - 750 shares authorized		
500 shares issued and outstanding		10,000
Paid in Capital		5,000
Retained earnings		<u>20,451</u>
Total stockholder's equity		<u>35,451</u>
	\$	<u><u>37,170</u></u>

**BUETER AND COMPANY, INC.**

**STATEMENT OF OPERATIONS**

**YEAR ENDED JULY 31, 2011**

Revenues:

Commissions	\$	34,479
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Expenses:

Management fee	15,170
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Professional fees	6,293
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Compliance	6,000
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Office administration	4,800
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Rent	4,200
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Seminar fees	2,400
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Telephone	2,400
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General and administrative	<u>5,910</u>
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Total expenses	<u>47,173</u>
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Loss before income tax benefit	(12,694)
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Income tax benefit	<u>(2,580)</u>
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Net Loss	\$ <u><u>(10,114)</u></u>
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**BUETER AND COMPANY, INC.**

**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY**

**YEAR ENDED JULY 31, 2011**

Common Stock:	
Balance at beginning of year	\$ 10,000
Additions	-
Subtractions	<u>-</u>
Balance at end of year	<u>10,000</u>
Contributed Capital:	
Balance at beginning of year	5,000
Contributed capital	<u>-</u>
Balance at end of year	<u>5,000</u>
Retained Earnings:	
Balance at beginning of year	30,565
Net loss	<u>(10,114)</u>
Balance at end of year	<u>20,451</u>
Total stockholder's equity	\$ <u><u>35,451</u></u>

See accompanying notes to financial statements

**BUETER AND COMPANY, INC.**

**STATEMENT OF CASH FLOWS**

**YEAR ENDED JULY 31, 2011**

Cash flows from operating activities:

Net loss	\$	(10,114)
Adjustments to reconcile net loss to net cash used in operating activities:		
Deferred income taxes		(2,580)
(Increase) decrease in:		
Prepaid federal income taxes		772
Increase (decrease) in:		
Management fee payable		<u>(1,233)</u>
Total adjustments		<u>(3,041)</u>
Net cash used in operating activities		(13,155)
Cash used in investing activities		-
Cash used in financing activities		<u>-</u>
Net decrease in cash		(13,155)
Cash at beginning of year		<u>47,135</u>
Cash at end of year	\$	<u><u>33,980</u></u>
Supplemental disclosures:		
Interest paid	\$	<u><u>-</u></u>
Income taxes paid	\$	<u><u>-</u></u>

See accompanying notes to financial statements

**BUETER AND COMPANY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JULY 31, 2011**

Note 1 - Summary of Significant Accounting Policies

A. Organization

Bueter and Company, Inc.(the Company) was formed as a corporation in the State of Ohio in 1980. The Company has been operating as a broker-dealer registered with the Securities and Exchange Commission (SEC) and the State of Ohio Securities Division; it is a member of the Financial Industry Regulatory Authority, Inc. (FINRA).

The Company does not hold customer funds or safe-guard customer securities.

B. Management's Estimates

Management estimates are required in the preparation of financial statements in conformity with generally accepted accounting principles.

C. Cash

The Company maintains cash balances at one bank. The cash balance in the bank was under the federally insured limit of \$250,000 as of July 31,2011

D. Fair Value Measurements

Financial Accounting Standards Board Statement No. 157, Fair Value Measurements (FASB Statement No. 157), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy under FASB Statement No. 157 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

(Continued)

**BUETER AND COMPANY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JULY 31, 2011**

Note 1 - Summary of Significant Accounting Policies - Continued

Fair Value Measurements - Continued

Level 2

Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Note 2 - Reserve Requirements

The Company is not obligated to report under SEC Rule 15c3-3 since it does not maintain customer accounts or hold securities. All customer transactions are cleared the Company. Therefore, the Company does not have a reserve requirement nor does it have any information relating to the possession or control requirement under Rule 15c3-3.

Note 3 - Net Capital Requirements (Schedules I and II)

Under SEC Rule 15c3-1, the Company is required to maintain net capital of not less than the greater of 6.67% of total liabilities for the year ended July 31, 2011, \$287, or \$5,000. At July 31, 2011, the Company's net capital as defined by SEC Rule 15c3-1 was \$27,261 in excess of the minimum net capital required.

(Continued)

**BUETER AND COMPANY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JULY 31, 2011**

Note 4 – Related Party Transactions

The Company has a management agreement with Bueter and Associates, Inc. (Associates), a related party entity that is controlled by the Company's President and principal stockholder. The management agreement provides that certain expenses incurred by Associates as a result of activities on behalf of the Company will be borne by Associates. In return for this benefit, the Company is required to pay Associates 95% of the monthly net income as a management fee. The Company incurred management fees of \$15,170 for the year ended July 31, 2011.

The Company also paid expense allocations of the following for the year ended July 31, 2011:

Office administration	\$	4,800
Rent		4,200
Telephone		2,400
Marketing expenses		2,400
Office supplies		<u>1,800</u>
		<u>\$ 15,600</u>

Note 5 – Income Taxes

The Company accounts for income taxes in accordance with Statement of Financial Accounting Standards No. 109, *Accounting for Income Taxes*, (SFAS 109). Under SFAS 109, the liability method is used whereby deferred tax assets and liabilities are determined based on temporary differences between financial reporting and tax bases of assets and liabilities. The resulting deferred taxes are measured using the enacted tax rates and laws that will be in effect when the differences are expected to reverse. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is more likely than not that some portion or all of the deferred tax assets will not be realized.

The company reports its operations for income tax purposes on the cash basis of accounting and, therefore, receivables and certain payables are not reflected in taxable income.

In accordance with Financial Accounting Standards Board (FASB) Staff Position No. FIN 48-3, *The effective date of FASB Interpretation No. 48 for Certain Nonpublic Enterprises* (FSP FIN 48-3), the Company has elected to defer implementation of FASB Interpretation of No 48, *Accounting for Uncertainty in Income Taxes* (FIN 48). As a result the Company will continue to account for tax contingencies in accordance with FASB statement No. 5, *Accounting for Contingencies* (SFAS 5), which requires the recognition of tax contingencies when the exposure becomes probable and estimable.

(Continued)

**BUETER AND COMPANY, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JULY 31, 2011**

Note 6 – Subsequent Events

Management has reviewed all events subsequent to July 31, 2011, up to the date of audit report and has not encountered any subsequent events that effect the current financial statements or that require additional disclosure.

**BUETER AND COMPANY, INC.**  
**SUPPLEMENTARY SCHEDULES**  
**AS OF JULY 31, 2011**

**Schedule I**

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

**NET CAPITAL**

Total stockholder's equity	\$ 35,451
Non-allowable assets:	
Prepaid federal income tax	<u>3,190</u>
Net capital before haircuts on securities positions	<u>32,261</u>
 Total net capital	 \$ <u>32,261</u>

**Schedule II**

**Reconciliation with Company's Computation of Net Capital as  
Included in Part IIA of Form X-17A-5**

Net capital, as reported in Company's Part IIA (unaudited) FOCUS report	\$ 29,681
Audit adjustment for deferred income taxes	<u>2,580</u>
Net capital per audited financial statements	\$ <u>32,261</u>



Richard B. Dumas, CPA  
rdumas@hhhcpagroup.com

Dominic J. DiBartolomeo, CPA  
nick@hhhcpagroup.com

Stockholder  
Bueter and Company, Inc.

In planning and performing our audit of the financial statements of Bueter and Company, Inc. for the year ended July 31, 2011, we considered its internal control structure, including procedures 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 the internal control structure.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission, we have made a study of the practices and procedures (including tests of compliance with such practices and procedures) followed by the Company that we considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and the procedures for determining compliance with the exemptive provisions of rule 15c3-3. 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 Regulation T of the Board of Governors of the Federal Reserve System, because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure 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 internal control structure policies and procedures 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 Commission's above-mentioned objectives. Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities 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.

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Member: American Institute of Certified Public Accountants

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure 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 structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 the internal control structure, including procedures 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 Commission 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 July 31, 2011, to meet the Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the New York Stock Exchange and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Act of 1934 and should not be used for any other purpose.

*HHH CPA Group, LLC*

HHH CPA GROUP, LLC  
Columbus, Ohio

October 20, 2011