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

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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 10/01/10 AND ENDING 09/30/11
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Ashton Young, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

2150 Butterfield, Suite 110

(No. and Street)

Troy

(City)

Michigan

(State)

48084

(Zip Code)

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

Glen Young

(248) 729-0101

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

William I. Minoletti & Co., P.C.

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

30435 Groesbeck Highway

(Address)

Roseville

(City)

MI

(State)

48066

(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)

Ans

OATH OR AFFIRMATION

I, Donald Young, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Ashton Young, Inc., as of September 30, 2011, 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:

None

ALV. LEWIS
NOTARY PUBLIC, STATE OF MI
COUNTY OF OAKLAND
MY COMMISSION EXPIRES Oct 18, 2012
ACTING IN COUNTY OF

[Handwritten signature of Al V. Lewis]

Notary Public

[Handwritten signature of Donald Young]

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 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.
(o) Independent Auditor's Report of Internal Accounting Control.

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

**ASHTON YOUNG, INC.
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WILLIAM I. MINOLETTI & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS
UPTON PROFESSIONAL BUILDING
30435 GROESBECK HIGHWAY
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INDEPENDENT AUDITOR'S REPORT

To The Stockholder of Ashton Young, Inc.
Troy, Michigan

We have audited the accompanying balance sheets of Ashton Young, Inc. as of September 30, 2011 and 2010 and the related statements of stockholder's equity, operations, 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 audit.

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 misstatements. 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 Ashton Young, Inc. as of September 30, 2011 and 2010 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 made for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supporting schedules on pages 8 to 10 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 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the examination 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.

William I. Minoletti & Co. P.C.

November 22, 2011

ASHTON YOUNG, INC.
BALANCE SHEETS
September 30, 2011 And 2010

ASSETS

	2011	2010
Cash	\$ 3,663	\$ 44,332
Accounts receivable:		
Brokers, dealers and clearing organization	113,303	100,137
Deposit – clearing organization	25,000	25,000
Other assets:		
Advances to officer and salesmen	108,611	108,702
Deposits	5,000	5,000
Prepaid expenses	4,029	-
	\$ 259,606	\$ 283,171

LIABILITIES AND STOCKHOLDER'S EQUITY

Accounts payable:		
Commissions due salesmen	\$ 69,109	\$ 65,995
Accrued expenses	5,828	5,462
Federal income tax	-	1,732
Total liabilities	74,937	73,189
Stockholder's equity:		
Common stock, par value \$1.00 per share; 100,000 shares authorized; 10,906 shares issued	10,906	10,906
Capital in excess of par value	26,541	26,541
Retained earnings	147,222	172,535
Total stockholder's equity	184,669	209,982
	\$ 259,606	\$ 283,171

See accompanying notes.

ASHTON YOUNG, INC.
STATEMENTS OF STOCKHOLDER'S EQUITY
For The Years Ended September 30, 2011 And 2010

	<u>Common Stock</u>	<u>Capital In Excess Of Par Value</u>	<u>Retained Earnings</u>	<u>Total Stockholder's Equity</u>
Balance, September 30, 2009	\$ 10,906	\$ 26,541	\$ 165,199	\$202,646
Net income for the year ended September 30, 2010	-	-	7,336	7,336
Balance, September 30, 2010	10,906	26,541	172,535	209,982
Net loss for the year ended September 30, 2011	-	-	(25,313)	(25,313)
Balance, September 30, 2011	<u>\$ 10,906</u>	<u>\$ 26,541</u>	<u>\$ 147,222</u>	<u>\$ 184,669</u>

See accompanying notes.

ASHTON YOUNG, INC.
STATEMENTS OF OPERATIONS
For The Years Ended September 30, 2011 And 2010

	<u>2011</u>	<u>2010</u>
Income:		
Commissions and fees	\$ 1,090,717	\$ 927,305
Interest income	6,245	7,005
Total income	<u>1,096,962</u>	<u>934,310</u>
Commissions and clearing charges:		
Commissions paid	639,033	484,091
Clearing charges	15,351	15,710
Total commissions and clearing charges	<u>654,384</u>	<u>499,801</u>
Gross profit from operations	442,578	434,509
Selling, general and administrative expenses	<u>461,020</u>	<u>420,463</u>
Income (loss) before provision for taxes	<u>(18,442)</u>	<u>14,046</u>
Provision for taxes:		
Federal income tax	-	1,810
Michigan business taxes	6,871	4,900
Total provision for taxes	<u>6,871</u>	<u>6,710</u>
Net income (loss)	<u>\$ (25,313)</u>	<u>\$ 7,336</u>

See accompanying notes.

ASHTON YOUNG, INC.
STATEMENTS OF CASH FLOWS
For The Years Ended September 30, 2011 And 2010

	2011	2010
Increase (decrease) in cash and cash equivalents:		
Cash flows from operating activities:		
Fees and commissions received	\$ 1,077,551	\$ 908,038
Interest received	6,245	7,005
Commissions paid	(635,919)	(479,285)
Clearing charges	(15,351)	(15,710)
Other selling, general and administrative expenses paid	(464,683)	(415,338)
Federal income taxes paid	(1,732)	(78)
Single business taxes paid	(6,871)	(4,900)
Net cash (used) by operating activities	(40,760)	(268)
Cash flows from investing activities:		
Advances from (to) officers and salesmen-net	91	(13,363)
Net cash provided (used) by investing activities	91	(13,363)
Net increase (decrease) in cash	(40,669)	(13,631)
Cash at beginning of year	44,332	57,963
Cash at end of year	\$ 3,663	\$ 44,332
Reconciliation of net income (loss) to net cash used by Operating activities:		
Net income (loss)	\$ (25,313)	\$ 7,336
Adjustments to reconcile net income to net cash provided by operating activities:		
(Increase) decrease in:		
Accounts receivable	(13,166)	(19,267)
Prepaid expenses	(4,029)	-
Increase (decrease) in:		
Accounts payable	3,114	4,806
Accrued expenses	366	5,125
Federal income taxes	(1,732)	1,732
Total adjustments	(15,447)	(7,604)
Net cash provided (used) by operating activities	\$ (40,760)	\$ (268)

See accompanying notes.

ASHTON YOUNG, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 And 2010

Note 1 - ORGANIZATION

Ashton Young, Inc. provides investment services as a registered broker-dealer with the Financial Industry Regulatory Authority (FINRA).

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Securities Transactions

Securities transactions and the related commission revenues and expenses are recorded on a trade date basis.

Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Instruments With Off-Balance-Sheet Risk

In the normal course of business, the Company's activities involve the execution, settlement and financing of various securities transactions. These activities may expose the Company to off-balance-sheet risk in the event the other party to the transaction is unable to fulfill its contractual obligation.

Income Taxes

The Company has available a net operating loss carryforward of approximately \$25,000 to offset against future taxable income.

Subsequent Events

The Company has evaluated events and transactions for potential recognition or disclosure through November 22, 2011, which is the same date the financial statements were available to be issued.

Note 3 – ADVANCES TO OFFICER AND SALESMEN

The advances to an officer and a salesman at September 30, 2011 and 2010, in the amount of \$108,611 and \$108,702, respectively, bear interest at five (5) percent per annum and will be paid from future salaries and commissions.

ASHTON YOUNG, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 And 2010
(Continued)

Note 4 - NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission's Uniform Net Capital Rule (Rule 15c3-1). Based on the provisions of this rule, the Company must maintain net capital equivalent to the greater of \$5,000 or 1/15th of aggregate indebtedness, as defined.

At September 30, 2011, the Company's net capital was \$30,569 and its required net capital was \$5,000. The ratio of aggregate indebtedness to net capital (which may not exceed 15 to 1) was 2.45 to 1.

Note 5 - EMPLOYEES BENEFIT PLAN

The Company maintains a defined contribution benefit plan 401(k) on a calendar year basis covering all eligible employees of the Company. Under provisions of the Plan, participating employees can elect to contribute to their account a percentage of their compensation not to exceed the limitations imposed by the Internal Revenue Service. In addition, the Company may make an additional contribution to the plan based on a matching formula. For the calendar years ended December 31, 2010 and 2009 the Company contributed \$3,214 and \$2,401 respectively to the plan as a matching contribution.

Note 6 - LEASE COMMITMENTS

The Company leases its facilities under an operating lease. Future minimum lease payments outstanding at September 30, 2011 are as follows:

<u>Year ended September 30,</u>	<u>Amount</u>
2012	43,500
2013	44,400
2014	45,300

For the years ended September 30, 2011 and 2010 the total lease expenses pursuant to the above operating lease amounted to \$42,704 and 42,490, respectively, which is included in selling, general and administrative expenses in the attached Statement of Operations.

SUPPORTING SCHEDULES

ASHTON YOUNG, INC.
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1
OF THE SECURITIES AND EXCHANGE COMMISSION
September 30, 2011

Total ownership equity	\$ 184,669
Deduct ownership equity not allowable for net capital	-
	-
Total ownership equity qualified for net capital	184,669
Add:	
a. Liabilities subordinated to claims of general creditors allowable in computation of net capital	-
b. Other deductions or allowable credits	-
	-
Total capital and allowable subordinated liabilities	184,669
Deduction and/or charges:	
a. Total non-allowable assets from Statement of Financial Condition	154,100
b. Other deductions and/or charges	-
Other additions and/or allowable credits	-
	-
Net capital before haircuts on securities positions	30,569
Haircuts on securities (computed, where applicable, pursuant to Rule 15c3-1[f])	-
	-
Net capital	30,569
Net capital requirement	5,000
	5,000
Excess net capital	\$ 25,569

ASHTON YOUNG, INC.
COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1
OF THE SECURITIES AND EXCHANGE COMMISSION
September 30, 2011
(Continued)

COMPUTATION OF AGGREGATE INDEBTEDNESS

16. Total liabilities from balance sheet	<u>\$ 74,937</u>
19. Total aggregate indebtedness liabilities	<u>\$ 74,937</u>
20. Percentage of aggregate indebtedness to net capital	<u>245%</u>

STATEMENT PURSUANT TO PARAGRAPH (d)(4) OF RULE 17a-5

Differences between this computation of net capital and the corresponding computation prepared by Ashton Young, Inc. and included in the Company's unaudited Part IIA, FOCUS Report filing as of the same date, consisted of the following:

Excess per this computation	\$ 25,569
Difference due to:	
Increase in non-allowable assets due to adjustment of prepaid expenses.	<u>4,029</u>
Excess per the Company's Part IIA, FOCUS Report	<u>\$ 29,598</u>

ASHTON YOUNG, INC.
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS
FOR BROKER-DEALER UNDER RULE 15c3-3
September 30, 2011

Ashton Young, Inc. is exempt from the Computation for Determination of Reserve Requirements for Broker-Dealers under Rule 15c3-3 of the Securities and Exchange Commission because of exemption provided under Rule 15c3-3(k)(2)(ii), as a broker-dealer, "who, as an introducing broker-dealer, clears all transactions with and for customers on a fully disclosed basis with a clearing broker-dealer ...".