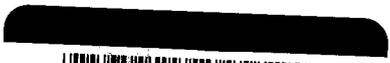


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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL
OMB Number: 3235-0123
Expires: April 30, 2013
Estimated average burden
hours per response..... 12.00



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

SEC FILE NUMBER
8- 43400

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 01/01/11 AND ENDING 12/31/11
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Bullaro Securities Corp.

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
25-19 Steinway Street

Astoria NY 11103
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Sal Bullaro (718) 204-2300
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
KBL, LLP

110 Wall Street, 11th Floor New York NY 10005
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

SECURITIES AND EXCHANGE COMMISSION
RECEIVED
MAR 13 2012
REGISTRATIONS BRANCH

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*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)

OATH OR AFFIRMATION

I, Sal Bullaro, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Bullaro Securities Corp., as of December 31, 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:

STATE OF NEW YORK
COUNTY OF QUEENS

THOMAS BULLARO
Notary Public, State of New York
No. 01805516590
Qualified in Queens County
Commission Expires July 31, 2014

Sal Bullaro

Signature

President

Title

Thomas Bullaro
Notary Public

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).

Bullaro Securities Corp.
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

December 31, 2011

Bullaro Securities Corp.

December 31, 2011

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110 WALL STREET, NEW YORK, NEW YORK 10005 (212) 785-9700

INDEPENDENT AUDITORS' REPORT

Board of Directors
Bullaro Securities Corp.

We have audited the accompanying statement of financial condition of Bullaro Securities Corp., a New York Corporation, as of December 31, 2011 and the related statements of income, changes in stockholders' equity, and, cash flows for the year then ended that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. 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 audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 Bullaro Securities Corp. at December 31, 2011 and the results of its operations and their cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the Schedule of Computation of Net Capital for Broker Dealers Pursuant to Rule 15c3-1 and the Reconciliation to the Computation of Net Capital Included in Part IIA of Form X-17A-5 and the Schedule of Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3 are presented for purposes of additional analysis and are not a required part of the basic financial statements, but are 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 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.

KBL, LLP

New York, New York
March 2, 2012

Bullaro Securities Corp.
Statement of Financial Condition
December 31, 2011

Assets

Cash	\$ -
Due from Clearing Broker	44,678,904
Securities Owned at Fair Value	<u>51,314,218</u>
Total Assets	<u>\$ 95,993,122</u>

Liabilities and Partners' Equity

Liabilities

Accounts Payable and Accrued Expenses	\$ 5,000
Securities Sold Not Yet Purchased, at Fair Value	92,578,484
Due to Traders	<u>2,068,521</u>
Total Liabilities	<u>94,652,005</u>

Stockholders' Equity

Common Stock	250,000
Additional Paid-in capital	319,536
Retained Earnings	<u>771,581</u>
Total Stockholders' Equity	<u>1,341,117</u>
Total Liabilities & Stockholders' Equity	<u>\$ 95,993,122</u>

The accompanying notes are an integral part of these financial statements

Bullaro Securities Corp.

Statement of Income

For the Year Ended

December 31, 2011

Revenues

Principal Transactions	\$ 2,092,999
Dividend and Interest Income	429,287
Total Revenues	<u>2,522,286</u>

Expenses

Employee Compensation and Benefits	38,000
Floor Brokerage, Exchange and Clearance Fees	1,139,455
Dividend and Interest Expense	504,290
Accounting and Auditing	5,000
Other Operating Expenses	<u>826,614</u>
Total Expenses	<u>2,513,359</u>

Net Income	<u><u>\$ 8,927</u></u>
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The accompanying notes are an integral part of these financial statements

Bullaro Securities Corp.**Statement of Cash Flows**

For the Year Ended

December 31, 2011

Cash flows from operating activities:

Net Income	\$ 8,927
Adjustments to reconcile net income to net cash used in operating activities:	
Decrease in Prepaid Expenses	32,000
(Increase) in Due From Clearing Broker	(34,255,011)
(Increase) in Securities Owned at Fair Value	(968,605)
(Decrease) in Accounts Payable and Accrued Expenses	(1,000)
Increase in Securities Sold Not Yet Purchased, at Fair Value	34,878,268
Increase in Due to Traders	<u>291,154</u>
Net cash (used in) operating activities	<u>(14,267)</u>
(Decrease) in Cash	(14,267)
Cash at Beginning of Year	<u>14,267</u>
Cash at End of Year	<u><u>\$ -</u></u>

The accompanying notes are an integral part of these financial statements

Bullaro Securities Corp.
Statements of Changes in Stockholder's (Deficit) Equity

For the Year Ended

	Common Stock		Additional	Retained	Total
	Shares	Amount	Paid in Capital	Earnings	Stockholder's Equity
January 1, 2011	200	\$ 250,000	\$ 319,536	\$ 762,654	1,332,190
Net Income	-	-	-	8,927	8,927
December 31, 2011	<u>200</u>	<u>\$ 250,000</u>	<u>\$ 319,536</u>	<u>\$ 771,581</u>	<u>\$ 1,341,117</u>

The accompanying notes are an integral part of these financial statements

NOTE 1 -- ORGANIZATION AND NATURE OF OPERATIONS

Organization and Operations:

Bullaro Securities Corp., (the "Company"), a New York corporation, is a broker-dealer registered under Section 15(b) of the Securities Exchange Act of 1934. The Company is currently a member of the Financial Industry Regulatory Authority (FINRA), the securities industry's non-governmental regulatory organization, formed by consolidation of the regulatory operations of NASD and NYSE. It was previously a member of the National Association of Securities Dealers (NASD). The Company was incorporated on January 2, 1991 in the State of New York and has its principal business location in Astoria, New York.

The Company derives the majority of its revenues from proprietary trading profits and related income. The Company does not carry securities accounts for customers, nor does it perform custodial functions relating to customer securities. The Company clears all of its securities transactions through a clearing broker.

Recently Issued Accounting Pronouncements:

Management does not believe that the adoption of any recently issued, but not yet effective, accounting standards will have a material effect on its financial position and results of operations.

NOTE 2 -- SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

b. Revenue Recognition – Securities Transactions

Proprietary securities transactions in regular-way trades are recorded on the trade date as if settled. Profit and loss from all securities transactions entered into for the account and risk of the Company are recorded on a trade date basis.

c. Use of 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.

d. Risks, Uncertainties and Certain Concentration of Credit Risks and Economic Dependency

Financial instruments which potentially subject the Company to concentrations of credit risk consists of cash balances in banks and securities held by and amounts due from the clearing broker. The Company's cash balances are on deposit in a federally insured account and bank balances generally do not exceed limits of federal insurance. Management believes that no significant concentration of credit risk exists with respect to those cash balances.

Bullaro Securities Corp.
Notes to Financial Statements
December 31, 2011

e. Fair Values of Financial Instruments

Financial Accounting Standards Board Accounting Standards Codification Topic 820 (FASB ASC 820), "Fair Value", requires the Company to disclose estimated fair values for its financial instruments. Fair value estimates, methods and assumptions are set forth below for the Company's financial instruments: The carrying amount of cash, accounts receivable, if any, other current assets, accounts payable and accrued expenses, approximate fair value because of the short maturity of those instruments.

f. Marketable securities

Marketable securities are valued at quoted market prices. Unrealized gains and losses resulting from the difference between cost and market are included in income.

g. Cash Equivalents

The Company considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents.

NOTE 3 -- INCOME TAXES

The Company follows FASB ASC 740 *Income Taxes*. This provides guidance for recognizing and measuring uncertain tax positions, as defined in *Accounting for Income Taxes*. This prescribes a threshold condition that a tax position must meet for any of the benefits of the uncertain tax position to be recognized in the financial statements. It also provides accounting guidance on derecognizing, classification and disclosure of these uncertain tax positions. The Company has not taken any uncertain tax positions which may affect the year ended December 31, 2011.

Interest costs and penalties related to income taxes are classified as interest expense and general and administrative costs, respectively, in the Company's financial statements. For the year ended December 31, 2011, the Company did not recognize any interest or penalty expense related to income taxes. The Company is currently subject to a three year statute of limitations by major tax jurisdictions. The Company files income tax returns in the U.S. federal jurisdiction, New York State and New York City.

NOTE 4 -- NET CAPITAL REQUIREMENT

The Company is subject to the Securities and Exchange Commission (SEC) Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital and requires the ratio of aggregate indebtedness to net capital as defined, to not exceed 15 to 1. At December 31, 2011, the Company's minimum capital requirement was \$138,242 and is required at all times to maintain minimum dollar net capital of no less than . As of December 31, 2011, the Company had net capital of \$1,341,117. The Company had an aggregate indebtedness to net capital ratio of 1.5461 to 1.

Bullaro Securities Corp.**Schedule of Computation of Net Capital for Brokers and Dealers Pursuant to Rule 15c3-1****December 31, 2011**

Assets	\$ 95,993,122
Less Liabilities	<u>(94,652,005)</u>
Total Ownership Equity	1,341,117
Plus Subordinated Liabilities	<u>-</u>
Total Capital and Allowable Subordinated Liabilities	1,341,117
Less Non-allowables	<u>-</u>
Net Capital Before Haircuts and Undue Concentration	1,341,117
Less Haircuts and Undue Concentration	<u>-</u>
Net Capital	1,341,117
Minimum Capital Requirement (6 2/3 % of total A.I.)	<u>138,242</u>
Minimum dollar net capital requirement	<u>100,000</u>
Excess Net Capital	<u>\$ 1,241,117</u>
Total Aggregate Indebtedness	<u>\$ 2,073,521</u>
Excess Net Capital at 1000%	<u>\$ 1,133,765</u>
Percentage of Aggregate Indebtedness to Net Capital	<u>154.61%</u>

**Reconciliation to the Computation of Net Capital
Included in Part IIA of Form X-17a-5 as of
December 31, 2011**

Net capital, as reported in Company's part II (unaudited) FOCUS report	<u>\$ 1,341,117</u>
Audit adjustments	<u>-</u>
Total differences	<u>-</u>
Net capital per the preceding as of December 31, 2011	<u>\$ 1,341,117</u>

Bullaro Securities Corp.

**Computation for Determination of Reserve Requirements for
Brokers and Dealers Pursuant to Rule 15c3-3**

December 31, 2011

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934, in that the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraph (k)(2)(ii) of the Rule.



110 WALL STREET, NEW YORK, NEW YORK 10005 (212) 785-9700

Report by Independent Certified Public Accountants on Internal Control

Board of Directors
Bullaro Securities Corp.

In planning and performing our audits of the financial statements and supplemental schedules of Bullaro Securities Corp. (the Company), for the year ended December 31, 2011 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 and net capital under Rule 17a3(a)(11) and for determining compliance with the exemptive provisions of Rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, comparisons and recordation of differences required by rule 17a-13
2. 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 the financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

A *control deficiency* 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 *significant deficiency* is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the 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 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 as of December 31, 2011 to meet the SEC's objectives.

This report is intended solely for the information and use of the members, the Board of Directors, 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.

KBL, LLP

New York, New York
March 2, 2012

Bullaro Securities Corp.

SUPPLEMENTAL SIPC REPORT

December 31, 2011



110 WALL STREET, NEW YORK, NEW YORK 10005 (212) 785-9700

Board of Directors
Bullaro Securities Corp.

In accordance with Rule 17a-5(e)(4) of the Securities and Exchange Commission, we have performed the following procedures with respect to the accompanying schedule (Form SIPC-7) of Securities Investor Protection Corporation assessments and payments of Bullaro Securities Corp. for the period ended December 31, 2011. Our procedures were performed solely to assist you in complying with Rule 17a-5(e)(4) and our report is not to be used for any other purpose. The procedures we performed are as follows:

- 1) Compared listed assessment payments with respective cash disbursement records entries;
- 2) Compared amounts included with the amounts reported on the audited Form X-17A-5 for the period January 1, 2011 to December 31, 2011 with the amounts reported in the General Assessment Reconciliation (Form SIPC-7);
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting adjustments; and
- 5) Compared the amount of any overpayment applied with the Form SIPC-7 on which it was computed.

Because the above procedures do not constitute an audit made in accordance with generally accepted auditing standards, we do not express an opinion on the schedule referred to above. In connection with the procedures referred to above, nothing came to our attention that caused us to believe that the amounts shown on Form SIPC-7 were not determined in accordance with applicable instructions and forms. This report relates only to the schedule referred to above and does not extend to any financial statements of Bullaro Securities Corp. taken as a whole.

KBL, LLP

New York, New York
March 2, 2012

Bullaro Securities Corp.
 Determination of "SIPC Net Operating Revenues"
 And General Assessment
 For the Period Ended December 31, 2011

SCHEDULE OF ASSESSMENT PAYMENTS

General Assessment		\$2,196
Less Payments Made:		
	<u>Date Paid</u>	<u>Amount</u>
	<u>10/19/2011</u>	<u>\$164</u>
	<u>10/24/2011</u>	<u>50</u>
	<u> </u>	<u> </u>
		<u>(214)</u>
Interest on late payment(s)		<u>9</u>
Total Assessment Balance and Interest Due		<u><u>\$1,991</u></u>
Balance due on Form SIPC 7	(as amended)	<u><u>\$1,991</u></u>

See accountants' report on specified procedures

Bullaro Securities Corp.
Determination of "SIPC Net Operating Revenues"
And General Assessment
For the Period Ended December 31, 2011

Total revenue for the fiscal period		
beginning	January 1, 2011	
and ending	December 31, 2011	\$2,522,286
Additions:		
Various (list)		
Total additions		\$0
Deductions:		
Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts and from transactions in security futures products		0
Revenues from commodity transactions		0
Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions		1,139,455
Net gain from securities in investment accounts		0
100% of commissions and markups earned from transactions in certificates of deposit, treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date		0
Interest and dividend expense		504,290
Total deductions		\$1,643,745
SIPC NET OPERATING REVENUES		\$878,541
GENERAL ASSESSMENT @ 0.0025		\$2,196

See accountants' report on specified procedures