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

SEC FILE NUMBER
8-45673

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: Newbury Street Capital Limited Partnership

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

500 Boylston Street, Suite 440

(No. and Street)

Boston

(City)

MA

(State)

02116

(Zip Code)

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

Mark O'Keefe

617-536-0333

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Moody, Famiglietti & Andronico, LLP

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

1 Highwood Drive

(Address)

Tewksbury

(City)

MA

(State)

01876

(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)

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OATH OR AFFIRMATION

I, Samuel E. Bain, Jr., swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Newbury Street Capital Limited Partnership, as of December 31, 2011 are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer nor director has any proprietary interest in any account classified solely as that of a customer, except as follows:



ROBERT KATZ
Notary Public
Commonwealth of Massachusetts
My Commission Expires
February 6, 2015

Signature

President, Newbury Street Capital Limited Partnership
As General Partner

Title

Notary Public 2-24-12

This report ** contains (check all applicable boxes):

- X (a) Facing Page.
- X (b) Statement of Financial Condition.
- X (c) Statement of Income (Loss).
- X (d) Statement of Changes in Financial Condition.
- X (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- X (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.
- X (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.
- X (l) An Oath or Affirmation.
- X (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).



MOODY, FAMIGLIETTI & ANDRONICO
Certified Public Accountants & Consultants

**NEWBURY STREET CAPITAL
LIMITED PARTNERSHIP**

FINANCIAL STATEMENTS

DECEMBER 31, 2011 AND 2010

**NEWBURY STREET CAPITAL
LIMITED PARTNERSHIP**

FINANCIAL STATEMENTS

DECEMBER 31, 2011 AND 2010



To the Partners
Newbury Street Capital Limited Partnership
Boston, Massachusetts

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statements of financial condition of Newbury Street Capital Limited Partnership (the "Partnership") as of December 31, 2011 and 2010, and the related statements of income, changes in partners' capital and cash flows for the years then ended, which are being filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Partnership'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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Partnership is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 Newbury Street Capital Limited Partnership as of December 31, 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 conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of computation of net capital under Rule 15c3-1 and other information under Rule 15c3-3 of the Securities and Exchange Commission 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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti & Andronico, LLP
February 15, 2012

December 31	2011	2010
Assets		
Current Assets:		
Cash and Equivalents	\$ 311,771	\$ 407,624
Investments, at Fair Value	46,971	73,897
Commissions Receivable	10,710	8,614
Prepaid Expenses and Other Current Assets	12,575	12,172
Total Current Assets	382,027	502,307
Clearing Broker Deposit	100,000	100,000
Total Assets	\$ 482,027	\$ 602,307
Liabilities and Partners' Capital		
Liabilities:		
Accounts Payable and Accrued Expenses	\$ 60,630	\$ 38,761
Due to Affiliated Entity	73,400	36,550
Total Liabilities	134,030	75,311
Partners' Capital	347,997	526,996
Total Liabilities and Partners' Capital	\$ 482,027	\$ 602,307

For the Years Ended December 31	2011	2010
Revenues:		
Commissions	\$ 670,752	\$ 812,899
Interest	222,124	255,515
Dividend Income	3,757	1,847
Other Loss on Investments	(1,539)	(5,472)
Total Revenues	895,094	1,064,789
Expenses:		
Commissions and Clearing	295,311	331,862
Management Fees	120,000	120,000
Broker Dealer and Agent Fees	43,874	31,160
Professional Fees	27,288	28,189
Compensation Expense	37,780	17,641
Insurance - Bonding	15,473	14,979
Quote Service	4,800	4,800
Miscellaneous	4,566	3,545
Interest Expense	1,278	2,867
Computer Expense	2,100	2,600
Training	600	600
Total Expenses	553,070	558,243
Net Income	<u>\$ 342,024</u>	<u>\$ 506,546</u>

For the Years Ended December 31	2011	2010
Partners' Capital, Beginning	\$ 526,996	\$ 420,152
Components of Comprehensive Income:		
Net Income	342,024	506,546
Reclassification Adjustment for Realized Gain on Sale of Investments in Marketable Securities	(405)	-
Unrealized (Loss) Gains on Available for Sale Securities	(1,597)	3,583
Total Comprehensive Income	340,022	510,129
Distributions to Partners	(519,021)	(403,285)
Partners' Capital, Ending	<u>\$ 347,997</u>	<u>\$ 526,996</u>

For the Years Ended December 31	2011	2010
Cash Flows from Operating Activities:		
Net Income	\$ 342,024	\$ 506,546
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Realized Gain on Sale of Investments in Marketable Securities	(405)	-
(Increase) Decrease in Commissions Receivable	(2,096)	1,799
(Increase) Decrease in Prepaid Expenses and Other Current Assets	(403)	351
Increase in Accounts Payable and Accrued Expenses	21,869	17,761
Increase (Decrease) in Due to Affiliated Entity	36,850	(41,705)
Net Cash Provided by Operating Activities	397,839	484,752
Cash Flows from Investing Activities:		
Proceeds from Sale of Investments in Marketable Securities	25,329	-
Investment in Marketable Securities	-	(70,314)
Net Cash Provided by (Used in) Investing Activities	25,329	(70,314)
Net Cash Used in Financing Activities:		
Distributions to Partners	(519,021)	(403,285)
Net (Decrease) Increase in Cash and Equivalents	(95,853)	11,153
Cash and Equivalents, Beginning	407,624	396,471
Cash and Equivalents, Ending	\$ 311,771	\$ 407,624
Supplemental Disclosures of Cash Flow Information:		
Cash Paid During the Years for Interest	\$ 1,278	\$ 2,867

1. Organization and Significant Accounting Policies:

Reporting Entity: Newbury Street Capital Limited Partnership (the "Partnership") was formed on March 16, 1993, as a Massachusetts limited partnership and is registered under the Securities Exchange Act of 1934 as a broker/dealer providing securities brokerage, placement and underwriting services. The Partnership utilizes a clearing/carrying broker to execute brokerage transactions and to perform custodial functions relating to customer securities.

Revenue Recognition: The Partnership recognizes revenues and expenses relating to commissions on a trade date basis.

The Partnership shares in interest earned by the clearing broker on debit and credit balances of the Partnership's clients' accounts carried by the clearing broker. Interest income is accrued as earned.

Fair Value: Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. In order to measure fair value, the Partnership uses a fair value hierarchy for valuation inputs which gives the highest priority to quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs.

The fair value hierarchy is as follows:

Level 1 - Inputs utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that management has the ability to access.

Level 2 - Inputs utilize data points that are observable such as quoted prices, interest rates and yield curves.

Level 3 - Inputs are unobservable data points for the asset or liability, and include situations where there is little, if any, market activity for the asset or liability.

Cash and Equivalents: The Partnership maintains cash in bank deposit accounts which, at times, may exceed federally insured limits. The Partnership has a cash management program which provides for investment of excess cash balances primarily in federally insured interest-bearing accounts, which are valued using Level 1 inputs. The Partnership considers such highly liquid investments with maturities of three months or less when invested to be cash equivalents.

Investments in Marketable Securities: Investments in certain debt and equity securities are required to be classified based on the Partnership's intent and ability to hold such securities. The classifications of the securities as "trading," "available for sale" and expected to be "held to maturity" are determined at the time of the investments and are reassessed during the period in which the securities are held. Dividend and interest income are accounted for on the accrual basis.

Income Taxes: No provision for federal or state income taxes is presented in these financial statements as Newbury Street Capital Limited Partnership is a partnership and, accordingly, the Partnership's taxable income is allocated to its partners for income tax reporting purposes. However, in certain circumstances the Partnership may be required to pay state income taxes.

The Partnership assesses the recording of uncertain tax positions by evaluating the minimum recognition threshold and measurement requirements a tax position must meet before being recognized as a benefit in the financial statements. The Partnership's policy is to recognize interest and penalties accrued on any uncertain tax positions as a component of income tax expense, if any, in its statements of income.

The General Partner has determined that the Partnership does not have a liability for uncertain tax positions or unrecognized benefits as of December 31, 2011 and 2010. The Partnership does not expect any material change in uncertain tax benefits within the next twelve months.

As of December 31, 2011, the Partnership is open to examination in the U.S. federal and certain state jurisdictions for tax years ended December 31, 2011, 2010, 2009 and 2008.

Use of Estimates: Management has used estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities in its preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). Actual results experienced by the Partnership may differ from those estimates.

1. Organization and Significant Accounting Policies (Continued):

Subsequent Events: Management has evaluated subsequent events spanning the period from December 31, 2011 through February 15, 2012, the latter representing the issuance date of these financial statements.

2. Investments in Marketable Securities:

As of December 31, 2011 and 2010, the Company maintains certain investments in marketable debt and equity securities, registered with the Securities and Exchange Commission, which are classified as available for sale. As of December 31, 2011 and 2010, the original cost of these investments amounted to \$45,300 and \$70,314, and the fair value of these investments amounted to \$46,971 and \$73,897, respectively. During the years ended December 31, 2011 and 2010, unrealized (losses) gains on marketable securities in the amount of \$(1,597) and \$3,583, respectively, are included in other comprehensive income in the accompanying statements of changes in partners' capital. During the year ended December 31, 2011, realized gain from the sale of marketable securities amounted to \$405, and is included in other loss on investments in the accompanying statement of income.

Assets measured at fair value on a recurring basis at December 31, 2011 and 2010 include investments in marketable equity securities classified as available for sale. Fair value measurements are based on quoted market prices in active markets, which are considered to be Level 1 inputs in the fair value hierarchy.

3. Clearing Broker:

The Partnership is a party to a fully disclosed clearing agreement with a clearing broker. The terms of the agreement require that the Partnership maintain a deposit in the amount of \$100,000.

Furthermore, the Partnership is required to notify the clearing broker in advance of partnership distributions in excess of ten percent of its net capital. The Partnership was in compliance with this contractual provision during 2011 and 2010.

4. Net Capital:

The Partnership is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital of not less than the greater of 6 2/3% of aggregate indebtedness or \$5,000. As of December 31, 2011, the Partnership's net capital amounted to \$323,453.

Rule 15c3-1 also requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. As of December 31, 2011, the Partnership's aggregate indebtedness to net capital ratio amounted to 0.41 to 1.

5. Equity-Based Compensation:

On September 1, 2010, the Partnership admitted one new limited partner through the issuance of a profits interest to such partner. The limited partner's interests were subject to certain vesting through December 30, 2014. No equity compensation expense was recorded in connection with this profits interest during the year ended December 31, 2010. During 2011, the employment agreement with the limited partner was amended and the profits interest and vesting provision were removed.

6. Related Party Transactions:

The Partnership acts as a broker in security transactions for an entity affiliated through common ownership. All commission revenues are derived from transactions initiated by the affiliated entity.

The affiliated entity provides certain administrative and management services to the Partnership. Management fees incurred by the Partnership for these services amounted to \$120,000 during each of the years ended December 31, 2011 and 2010.

Additional expenses incurred by the Partnership with the affiliated entity for training, computer, office, legal and research expenses amounted to \$14,125 and \$14,600, during the years ended December 31, 2011 and 2010, respectively.

6. Related Party Transactions (Continued):

Due to affiliated entity represents amounts due to the affiliated entity for management fees, training, computer, office, legal and research expenses. As of December 31, 2011 and 2010, such amounts due to the affiliated entity amounted to \$73,400 and \$36,550, respectively.

7. Indemnifications:

In the ordinary course of business, the Partnership enters into various agreements containing standard indemnification provisions. The Partnership's indemnification obligations under such provisions are typically in effect from the date of execution of the applicable agreement through the end of the applicable statute of limitations. The aggregate maximum potential future liability of the Partnership under such indemnification provisions is uncertain. As of December 31, 2011 and 2010, no amounts have been accrued related to such indemnification provisions.

**Schedule of Computation of Net Capital Under Rule
15c3-1 and Other Information Under Rule 15c3-3
of the Securities and Exchange Commission**

Newbury Street Capital Limited Partnership

For the Year Ended December 31	2011
Aggregate Indebtedness	<u>\$ 134,030</u>
Partners' Capital	<u>\$ 347,997</u>
Deductions for Nonallowable Assets:	
Commissions Receivable Greater Than 30 Days	(950)
Prepaid Expenses and Other Current Assets	(12,575)
Portion of Insurance Deductible above \$5,000 Limit	(5,000)
Haircuts on Securities	(6,019)
Net Capital	323,453
Minimum Net Capital Requirement to be Maintained	8,936
Net Capital in Excess of Requirements	<u>\$ 314,517</u>
Ratio of Aggregate Indebtedness to Net Capital	<u>0.41 to 1</u>

Reconciliation of Audited Computation of Net Capital Under Rule 15c3-1 to the Unaudited FOCUS Report Part IIA

No material differences exist between the above computation of net capital and the unaudited filing of Part IIA of the FOCUS report. Accordingly, no reconciliation of audited computation of net capital under Rule 15c3-1 to the unaudited FOCUS report Part IIA has been presented.

Computation for Determination of the Reserve Requirements Under Rule 15c3-3 of the SEC:

The Partnership operates under the exemptive provisions of Paragraph (k)(2)(i) of SEC Rule 15c3-3.

Information Relating to Possession or Control Requirements Under Rule 15c3-3 of the SEC:

The Partnership is subject to the exemptive requirements of SEC Rule 15c3-3 and did not maintain possession or control of any customer funds or securities as of December 31, 2011.



To the Partners
Newbury Street Capital Limited Partnership
372 Washington Street
Wellesley, MA 02481

**Independent Auditors' Report on Internal Control Structure Required by
SEC Rule 17a - 5**

In planning and performing our audit of the financial statements and supplemental schedule of Newbury Street Capital Limited Partnership as of and for the year ended December 31, 2011, in accordance with auditing standards generally accepted in the United States of America, we considered the Partnership'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 Partnership's internal control. Accordingly, we do not express an opinion on the effectiveness of the Partnership's internal control.

Also, as required by Rule 17a-5(g)(1) of the Securities Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Partnership including 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 Partnership 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 Partnership in any of the following:

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

Because of inherent limitations in internal control and the practices and procedures referred to above, errors 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 that the effectiveness of their design and operation may deteriorate.



To the Partners
Newbury Street Capital Limited Partnership
Page Two

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 deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected 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 previously.

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 Partnership's practices and procedures were adequate at December 31, 2011, to meet the SEC's objectives.

This report is intended solely for the information and use of management, the SEC 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.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti & Andronico, LLP
February 15, 2012



To the Board of Directors
Newbury Street Capital LP
Boston, Massachusetts

**Independent Accountants' Report on Applying Agreed-Upon Procedures
Related to an Entity's SIPC Assessment Reconciliation**

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments [General Assessment Reconciliation (Form SIPC-7)] to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2011, which were agreed to by Newbury Street Capital LP and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc. and SIPC, solely to assist you in evaluating the Company's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Newbury Street Capital LP's management is responsible for Newbury Street Capital LP's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records noting no differences;
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2011, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2011, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers noting no differences;
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments noting no differences; and
5. Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7T on which it was originally computed noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti, & Andronico, LLP
February 15, 2012

1 Highwood Drive, Tewksbury, MA 01876