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

SEC FILE NUMBER
8- 65958

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 01/01/2013 AND ENDING 12/31/2013
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Custom Equity Research, Inc.
d/b/a Summer Street Research Partners
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
101 Arch Street, Suite 2010

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street)

Boston

MA

02110

(City)

(State)

(Zip Code)

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

Eric Michelson

(617) 532-6400

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Samet & Company, PC

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

1330 Boylston Street

Chestnut Hill

MA

02467

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

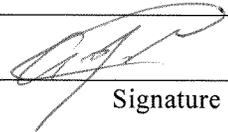
FOR OFFICIAL USE ONLY

*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)

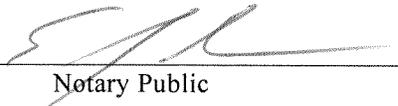
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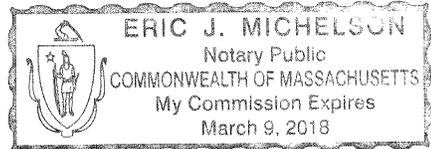
OATH OR AFFIRMATION

I, Alfred J. Sollami, 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 Custom Equity Research, Inc. d/b/a Summer Street Research Partners, as of December 31, 2013, 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


Title


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).

CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

STATEMENT OF FINANCIAL CONDITION

Year Ended December 31, 2013



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INDEPENDENT AUDITORS' REPORT

Certified Public Accountants

To the Board of Directors and Stockholders of
Custom Equity Research, Inc.
d/b/a Summer Street Research Partners

Report on the Financial Statement

We have audited the accompanying statement of financial condition of Custom Equity Research, Inc. d/b/a Summer Street Research Partners (a Delaware corporation, the "Company") as of December 31, 2013 that is filed pursuant to rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



INDEPENDENT AUDITORS' REPORT (CONTINUED)

Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position of Custom Equity Research, Inc. d/b/a Summer Street Research Partners as of December 31, 2013 in conformity with accounting principles generally accepted in the United States of America.

Samuel A. Comptey PC

Chestnut Hill, Massachusetts
February 27, 2014



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

STATEMENT OF FINANCIAL CONDITION

December 31, 2013

ASSETS

Cash and cash equivalents	\$	211,946
Deposits with clearing organization		637,604
Other trade receivables, net		154,990
Other investments		237,621
Due from related parties		45,728
Deposits		11,302
Prepaid expenses		158,860
Deferred tax asset		22,500
Furniture and equipment, net		32,111
Goodwill		<u>5,000</u>
	\$	<u>1,517,662</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Note payable, bank	\$	6,286
Accounts payable		49,522
Accrued expenses		287,286
Deferred rent payable		113,030
Subordinated notes payable - stockholders		<u>592,134</u>
		<u>1,048,258</u>
Stockholders' equity:		
Common stock, no par value,		
Authorized 10,000 class A voting shares		
802 shares issues and outstanding		1,000,000
Authorized 10,000 class A non-voting shares		
14.36 shares issued and outstanding		-
Accumulated deficit		(727,581)
Accumulated other comprehensive income		<u>211,985</u>
		484,404
Less treasury stock, 37.08 shares, at cost		<u>(15,000)</u>
	\$	<u>1,517,662</u>

See notes to financial statement



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT
December 31, 2013

Note 1

Organization and nature of business

Custom Equity Research, Inc. d/b/a Summer Street Research Partners (the "Company") operates as a broker-dealer and registered investment advisor in Massachusetts, New York, California, and Maryland. The Company does business on a fully disclosed basis and, therefore, does not hold or maintain any customer accounts. The Company is a registered broker under the Securities Exchange Act of 1934 and is a member of Financial Industry Regulatory Authority ("FINRA") and Securities Investor Protection Corp ("SIPC").

From January 1, 2013 through March 13, 2013, the Company was organized as a sub-chapter S Corporation under the Internal Revenue Code ("IRC"). Effective March 14, 2013 the Company converted to a C Corporation upon issuance of one share of Class A Non-Voting Common Stock.

Basis of presentation

On September 28, 2006, the Company acquired all of the common stock of Medical Consulting Referral, Inc. ("MCRI") for \$5,000, which is classified as goodwill in the accompanying statement of financial condition. After acquisition, all operating activities of MCRI were recorded by the Company as an operating division. MCRI no longer maintains any business activities as a separate corporation, and therefore it has no assets, liabilities or transactions to consolidate in the accompanying financial statements.

Note 2

Summary of significant accounting policies

Accounts receivable

An allowance for doubtful accounts is maintained based on management's assessment of the collectability of accounts receivable. The Company includes accounts receivable balances that are determined to be uncollectible, along with a general reserve, in the overall allowance for doubtful accounts. After all attempts to collect a receivable have failed, the receivable is written off against the allowance. Based on the information available, the Company believes the allowance for doubtful accounts of \$31,000 as of December 31, 2013 is adequate.

Investment securities

Security positions resulting from proprietary trading are reported at fair value in accordance with the fair value standards.

The Company accounts for its other investments at fair value, as the Company has categorized them as available-for-sale securities.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)
December 31, 2013

Note 2

Summary of significant accounting policies (continued)

Investment securities (continued)

Accordingly, unrealized holding gains and losses are excluded from earnings and reported in other comprehensive income, which is a separate component of stockholders' equity. At December 31, 2013 the Company held investments in warrants with a fair market value of \$237,621 with a cost basis of \$25,636.

Furniture and equipment

Furniture and equipment are stated at cost. Depreciation is calculated on the straight-line method over the estimated useful lives of the related assets.

<u>Description</u>	<u>Estimated Useful Lives</u>
Furniture, fixtures and other equipment	5 - 7 years
Computer software and hardware	3 - 5 years

Income taxes

The Company, with the consent of its stockholders, elected under Subchapter S of the Internal Revenue Code not to be subject to federal income tax at the corporate level. Pursuant to this election, the income or loss of the Company is included in the taxable income of the individual stockholder. As discussed in Note 1, the Company was organized as an S Corporation through March 13, 2013, then converted to a C Corporation on March 14, 2013.

Accounting standards require an asset and liability approach to financial accounting and reporting for income taxes. The difference between the financial statement and tax basis of assets and liabilities is determined annually. Deferred income tax assets and liabilities are computed for those differences that have future tax consequences using the currently enacted tax laws and rates that apply to the periods in which they are expected to affect taxable income.

Valuation allowances are established, if necessary, to reduce the deferred tax asset to the amount that will more likely than not be realized. Income tax expense or benefit from income taxes is the current tax payable or refundable for the period plus or minus the net change in the deferred tax assets or liabilities.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)
December 31, 2013

Note 2

Summary of significant accounting policies (continued)

Tax positions

The Financial Accounting Standards Board (“FASB”) has issued a standard that clarifies the accounting and recognition of income tax positions taken or expected to be taken in the Company’s income tax returns. The Company assesses the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period.

If the Company incurs interest or penalties as a result of unrecognized tax benefits the policy is to classify interest accrued with interest expense and penalties thereon with operating expenses. The Company’s income tax filings are subject to audit by various taxing authorities. The Company’s federal and state income tax returns are generally open for examination for the past 3 years.

Use of estimates

Management uses estimates and assumptions in preparing financial statements. 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 differ from these estimates.

Fair value

Accounting standards provide a common definition of fair value and establishes a framework to make the measurement of fair value in generally accepted accounting principles more consistent and comparable. Accounting standards also require expanded disclosures to provide information about the extent to which fair value is used to measure certain assets and liabilities, the methods and assumptions used to measure fair value, and the effect of fair value measures on earnings (see Note 7). The Company’s financial and nonfinancial assets and liabilities reflected in the financial statement at fair value include other investments and goodwill.

Cash and cash equivalents

The Company defines cash equivalents as highly liquid investments, with original maturities of less than three months, that are not held for sale in the ordinary course of business.

Subsequent events

The Company has evaluated subsequent events through February 27, 2014, which is the date the financial statement were available to be issued.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)
December 31, 2013

Note 3 **Deposit with clearing organization**

The Company contracted with Pershing LLC (“Pershing”) to act as their clearing agent. In connection with this agreement, Pershing has required the Company to maintain a deposit of \$250,000, which is held in an interest bearing account.

Note 4 **Stockholders’ equity**

The Company’s articles of organization include the “2008 Incentive Compensation Plan” which authorizes the issuance of up to 10,000 shares of Non-Voting Common Stock under either restricted stock or incentive stock option awards. The Company did not issue any incentive stock options during the year ended December 31, 2013. In addition, there are no options outstanding under the plan at December 31, 2013.

During the year ended December 31, 2013, the Company issued 1 share of non-voting common stock in connection with the subordinated debt agreement as disclosed in Note 13.

Note 5 **Retirement plan**

The Company maintains a 401(k) retirement plan for all eligible employees. Employees are eligible to participate in the plan after meeting certain requirements, including length of service. Under the plan, eligible employees may elect to reduce a percentage of their compensation as a contribution to the plan, subject to limits imposed by the Internal Revenue Code. The Company’s matching contributions are made to the plan at the discretion of the Board of Directors. There were no matching contributions for the year ended December 31, 2013.

Note 6 **Net capital requirements**

The Company is subject to the Securities and Exchange Commission’s Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of a minimum net capital balance and requires that the Company’s aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1.

At December 31, 2013 the Company’s net capital was \$393,426 which was \$293,426 in excess of its required net capital of \$100,000. The Company’s aggregate indebtedness to net capital was 1.16 to 1.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)

December 31, 2013

Note 7

Fair value measurements

The Company has adopted fair value reporting for certain financial and non-financial assets and liabilities recognized or disclosed in the financial statement on a recurring basis (at least annually).

Accounting standards define fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

Accounting standards also establish a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The standard describes three levels of inputs that may be used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities that are accessible at the measurement date.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities in active markets; quoted prices for similar assets or liabilities in markets that are not active; or model-derived valuations or other inputs that are observable or can be corroborated by observable market data for the assets or liabilities.

Level 3 - Unobservable inputs for the asset or liability. This inputs reflect the Company's assumptions about the assumptions a market participant would use in pricing the asset or liability.

The following table summarizes the valuation of the Company's financial and non-financial assets at December 31, 2013:

Assets	Level 1	Level 2	Level 3	Total
Other investments -warrants	\$ 237,621	\$ -	\$ -	\$ 237,621
Goodwill	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
	<u>\$ 237,621</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 242,621</u>



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)

December 31, 2013

Note 7 **Fair value measurements (continued)**

Other investments are valued based on readily available market prices. The fair value of goodwill is based on level 3 inputs which are based on management's estimates and assumptions. There were no changes to the goodwill from January 1, 2013 to December 31, 2013.

Note 8 **Commitments**

The Company's corporate offices are under operating lease agreements that expire at various dates through June, 2021. During 2011, the Company entered into a ten year non-cancellable operating lease agreement. This agreement contains provisions for future rent increases, or periods in which rental payments are reduced. The Company records monthly rent expense equal to the total of the payments due over the lease term. The difference between rent expense recorded and paid is credited to deferred rent payable.

The future minimum lease payments due under the terms of the lease agreements (not including operating costs) are as follows:

<u>Year ending December 31,</u>	<u>Amount</u>
2014	\$ 302,918
2015	284,745
2016	284,745
2017	284,745
2018	292,848
Thereafter	<u>721,700</u>
	<u>\$ 2,171,701</u>

Note 9 **Concentrations**

Securities

In the normal course of business, the Company's customer activities involve the execution, settlement, and financing of various customer securities transactions. The activities may expose the Company to off-balance-sheet risk in the event the customer or other broker is unable to fulfill its contracted obligations and the Company has to purchase or sell the financial instrument underlying the contract at prevailing market prices.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)
December 31, 2013

Note 9 **Concentrations (continued)**

Cash

The Company maintains its cash balances at high-quality financial institutions. At times such cash balances may be in excess of the Federal Deposit Insurance Corporation ("FDIC") limit.

Note 10 **Due from related parties**

Due from related parties consists of unsecured non-interest bearing advances payable on demand. The advances are to an entity of which the majority stockholder of the Company is a shareholder and another entity that is a shareholder of the Company. The advances represent the Company incurring expenses on behalf of the related entities.

Note 11 **Furniture and equipment**

As of December 31, 2013, furniture and equipment consisted of the following:

<u>Asset Category</u>	<u>Cost</u>
Furniture, fixtures and other equipment	\$ 78,230
Computer software and hardware	<u>229,565</u>
	307,795
Less accumulated depreciation and amortization	<u>275,684</u>
	<u>\$ 32,111</u>

Note 12 **Note payable, bank**

As of December 31, 2013, the Company had a line of credit agreement with a bank allowing for maximum borrowings of \$74,000. The amount is unsecured, due on demand and bears interest at a rate of 4.25% per annum. As of December 31, 2013 the Company had \$6,286 outstanding under this agreement.



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)

December 31, 2013

Note 13 **Subordinated notes payable – stockholders**

During 2012, the Company entered into a subordinated note payable agreement with a stockholder of the Company. The initial borrowing amount was for \$400,000 payable for an initial term of three years. The note bears interest at 6% per annum and is due on October 24, 2015. The note is unsecured and subordinated to all present and future creditors of the Company unless specifically subordinated. The accrued interest on the note is also subordinated. The subordinated borrowings are available in computing net capital under the SEC's uniform capital rule. To the extent that such borrowings are required for the Company's continued compliance with minimum net capital requirements, they may not be repaid. An amount of \$50,000 was repaid in December 2013 with FINRA's approval. As of December 31, 2013, the outstanding balance of the note was \$377,967 including accrued interest of \$27,967.

During February 2013, the Company borrowed \$500,000 on a temporary basis from a related party. The note was unsecured and was subordinated to all its existing and future creditors of the Company unless specifically subordinated.

During March 2013, the Company entered into a subordinated note payable agreement with a stockholder of the Company. The initial borrowing amount was for \$400,000 payable for an initial term of three years. The note bears interest at 6% per annum and is due on March 30, 2016. This note is unsecured and subordinated to all present and future creditors of the Company unless specifically subordinated. The accrued interest on the note is also subordinated. The subordinated borrowings are available in computing net capital under the SEC's uniform capital rule. To the extent that such borrowings are required for the Company's continued compliance with minimum net capital requirements, they may not be repaid. An amount of \$200,000 was repaid in August 2013 with FINRA's approval. As of December 31, 2013, the outstanding balance of the note was \$214,167, including accrued interest of \$14,167.

Future maturities of long-term debt as of December 31, 2013 are as follows:

<u>Year ending December 31,</u>	<u>Amount</u>
2014	\$ -
2015	377,967
2016	<u>214,167</u>
	<u>\$ 592,134</u>



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

NOTES TO FINANCIAL STATEMENT (CONTINUED)

December 31, 2013

Note 14 **Income taxes**

The deferred tax assets (liabilities) include the following components at December 31, 2013:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Deferred tax asset	\$ 22,000	\$ 10,500	\$ 32,500
Deferred tax liability	<u>(7,000)</u>	<u>(3,000)</u>	<u>(10,000)</u>
Net deferred tax asset	\$ <u>15,000</u>	\$ <u>7,500</u>	\$ <u>22,500</u>

The deferred tax asset results primarily from temporary differences in the accounting for accounts receivable and deferred rent. The deferred tax liability results from temporary differences in the accounting for fixed assets for financial statement and tax purposes.

Note 15 **Contingencies**

From time to time, the Company is subject to legal proceedings and claims in the ordinary course of business. The Company is not currently aware of any legal proceedings or claims that would have a material adverse effect on the Company's financial position, results of operations or cash flows.

Note 16 **Reserve requirement pursuant to Rule 15c3-3**

The Company is exempt from the provisions of Securities and Exchange Rule 15c3-3 under the exemptive provision under paragraph (k)(2)(ii).

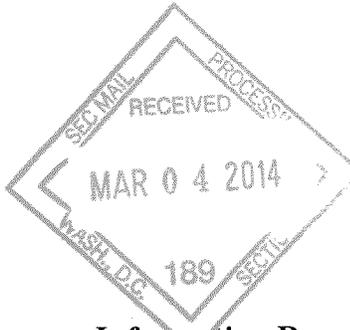
CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

AGREED - UPON PROCEDURES

December 31, 2013

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

OMB APPROVAL
OMB Number: 3235-0123
Expires: March 31, 2016
Estimated average burden
hours per response..... 12.00



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

SEC FILE NUMBER
8-

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 01/01/13 AND ENDING 12/31/13
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Custom Equity Research, Inc.
d/b/a Summer Street Research Partners
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
101 Arch Street, Suite 2010

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street)
Boston MA 02110
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Eric Michelson (617) 532-6400
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Samet & Company, PC
(Name - if individual, state last, first, middle name)
1330 Boylston Street Chestnut Hill MA 02467
(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)

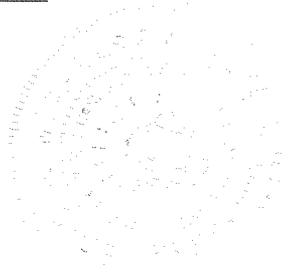
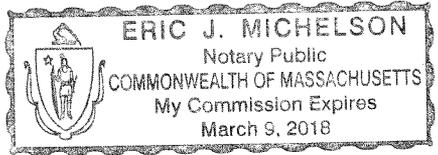
OATH OR AFFIRMATION

I, Alfred J. Sollami, 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 Custom Equity Research, Inc. d/b/a Summer Street Research Partners, as of December 31, 2013, 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

CEO
Title

[Signature]
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).



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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES RELATED TO ENTITY'S SIPC ASSESSMENT RECONCILIATION

To the Board of Directors
Custom Equity Research, Inc.
d/b/a Summer Street Research Partners
101 Arch Street, Suite 2010
Boston, MA 02110

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, 2013, which were agreed to by Custom Equity Research, Inc. d/b/a Summer Street Research Partners and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., and SIPC, solely to assist you and the other specified parties in evaluating Custom Equity Research, Inc. d/b/a Summer Street Research Partners' compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Custom Equity Research, Inc. d/b/a Summer Street Research Partners' management is responsible for the Custom Equity Research, Inc. d/b/a Summer Street Research Partners' 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 (cancelled checks) noting no differences;
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2013, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2013, 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.



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.

Sherlock & Company PC

Chestnut Hill, Massachusetts
February 27, 2014



CUSTOM EQUITY RESEARCH, INC.
d/b/a SUMMER STREET RESEARCH PARTNERS

GENERAL ASSESSMENT RECONCILIATION
Year Ended December 31, 2013

General assessment	\$	10,857
Less payments made with SIPC-6 filed July 25, 2013		<u>5,344</u>
Total assessment balance		5,513
Payments made with SIPC-7 filed February 26, 2014		<u>5,513</u>
Overpayment carried forward	\$	<u><u>-</u></u>

Collection agent:

Securities Investor Protection Corporation
P.O. Box 92185 Washington, D.C. 20090-2185