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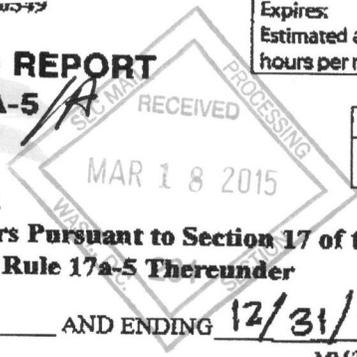
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*Amended*

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
<b>26260</b>



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 01/01/2014 AND ENDING 12/31/2014  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: M. AMARICO INC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

96 LIMEKILN ROAD

(No. and Street)

WEST REDDING

(City)

CT

(State)

06896

(Zip Code)

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

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

GARGAN JAMES M CPA

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

10 Carriage House Dr

(Address)

(City)

Danbury CT

(State)

06810

(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)

SEC 1410 (08-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

*03/18/15*

OATH OR AFFIRMATION

I, MICHAEL M. AMARI, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of M. AMARICO INC, as of DECEMBER 31, 2014, 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:

Michael M. Amari  
Signature

PRESIDENT  
Title

[Signature]  
Notary Public  
My Commission Expires August 31, 2016

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).

To The Board of Directors  
M. Amarico, Inc.

I have examined the financial statements of M. Amarico, Inc. for the period ended December 31, 2014, and have issued my report thereon dated February 20, 2015. As part of my examination, I made a study and evaluation of the system as required by generally accepted auditing standards and Rule 17A-5 of the Securities and Exchange Commission. This study and evaluation included the accounting system, the procedures for safeguarding securities, and practices and procedures followed by the client in making the periodic computations of aggregate indebtedness and net capital under Rule 17A-3 (A) (11). Since the corporation claims exemption from compliance with Rule 15C3-3, I satisfied myself that transactions were cleared through Southwest Securities Inc and no information came to my attention that the Corporation did not comply with this requirement. Rule 17A-5 states that the scope of the study and evaluation should be sufficient to provide assurance that any material weakness existing at the date of my examination would be disclosed. Under standards of the Public Company Accounting Oversight Board (PCAOB) and Rule 17A-5, the purposes of such study and evaluation are to establish a basis for reliance thereon in determining the nature, timing, and extent of other auditing procedures necessary for expressing an opinion on the financial statements and to provide a basis for reporting material weaknesses in internal auditing control.

The objective of internal accounting control is to provide reasonable, but not absolute, assurance concerning the safeguarding of assets against loss from unauthorized use or disposition and concerning the reliability of financial records for preparing financial statements and maintaining accountability for assets. However, for the purpose of this report under Rule 17A-5, the determination of weakness to be reported was made without considering the practicability of corrective action by management within the framework of a cost/benefit relationship.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from the misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends on segregation of duties can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparations of financial statements. Further, projection of any evaluation of internal accounting control for future period is subject to the risk that the procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

My study and evaluation of the system of internal accounting control for the period ended December 31, 2014, which was made for the purposes set forth in the first paragraph above, that may have existed during the period, disclosed no weaknesses that I believe to be material.

Further, my scope of the audit consisted of a review of the accounting system and internal control to provide reasonable assurance that there were no material inadequacies found, except as I mentioned above regarding, the segregation of duties. As of this audit date there appears to be no material inadequacies as set forth.

Danbury, Connecticut  
February 20, 2015

A handwritten signature in black ink, appearing to read "James M. Gargan, CPA". The signature is fluid and cursive, with the letters "J" and "M" being particularly prominent.

James M. Gargan, CPA

**JAMES M. GARGAN, C.P.A.**

**10 Carriage House Drive  
Danbury, CT 06810  
(203) 470-3969**

To The Shareholder of  
M. Amarico, Inc.

I have examined the statement of financial condition of M. Amarico, Inc. as of December 31, 2014 and the related statements of income, changes in stockholders' equity, and cash flows for the year then ended. My examination was made in accordance with the auditing and professional practice standards of the Public Company Accounting Oversight Board (PCAOB), included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

In my opinion, the financial statements referred to above present fairly the financial position of M. Amarico, Inc. as of December 31, 2014, and the results of its operations and changes in financial position for the year then ended in conformity with generally accepted principles of the PCAOB.

My examination included the supplementary schedules 1-4 and in my opinion, they represent fairly the information included therein in conformity with the rules of the Securities and Exchange Commission.

  
Danbury, Connecticut  
February 20, 2015

**M. Amarico, Inc.**  
**Statement of Financial Condition**  
**As of December 31, 2014**

Exhibit A

Assets

Current Assets

Cash and Cash Equivalents	\$	50,082
Accounts Receivable		2,433
Securities Owned at Market Value (Cost \$28,957)		24,086
Prepaid Expenses & Deposits		<u>557</u>

Total Current Assets \$ 77,158

Fixed Assets

Automobiles		40,533
Furniture, Fixtures & Office Equip.		<u>35,604</u>
<u>Total</u>		\$76,137
Less: Accumulated Depreciation		<u>71,873</u>

Net Fixed Assets \$ 4,264

Other Assets

Cash Surrender Value Life Insurance 73,823

Total Assets \$155,245

Liabilities and Stockholder's Equity

Liabilities

Accounts Payable, Accrued Expenses and Taxes Payable (Schedule A-1)		\$ 405
Shareholder Loan		<u>14,656</u>
<u>Total Liabilities</u>		15,061

Commitments and Contingent Liabilities (Note 8)

Stockholders' Equity

Capital Stock Issued (Note 2)	\$	50,000
Retained Earnings - Exhibit C		<u>90,184</u>

Total Stockholders' Equity (Exhibit D) \$140,184

Total Liabilities and Stockholders' Equity \$155,245

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Accrued Expenses and Taxes Payable**  
**As of December 31, 2014**

Schedule A-1

Accounts Payable	42
Accrued Payroll Taxes	0
Accrued Income Taxes	<u>363</u>
Total	<u>\$ 405</u>

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Statement of Income**  
**For the Calendar Year 2014**

Exhibit B

Revenue

Commissions etc.	\$ 77,622
Unrealized Gain (Loss) on Securities Held	(812)
Interest and Dividends	<u>437</u>

Total Revenue

\$ 77,247

Expenses

Clearing Broker	40,728
Payroll Taxes & Employee Benefits (Note 3)	16,460
Telephone	3,557
Insurance	472
Membership Dues & Subscriptions	2,311
Auto Expense	490
Utilities & Other Occupancy	5,870
Material & Repair Expense	538
Professional Fee	4,000
NASD & Other Regulatory Expenses	2,491
Quote Expense	2,014
Interest Expense	100
Property Tax	156
General & Miscellaneous Expenses	<u>91</u>

Total Expenses

\$ 79,278

Profit (Loss) Before Depreciation and Taxes	(2,031)
<u>Less: Depreciation (Note 5)</u>	110

Income (Loss) Before Taxes	\$ (2,141)
Changes in Income Taxes (Note 6)	758

<u>Net Income (Loss)</u>	<u>\$ (2,899)</u>
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The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Statement of Retained Earnings**  
**For the Calendar Year 2014**

Exhibit C

<u>Balance - Beginning of Year</u>	\$90,414	
<u>Deduct: Net Income Per Exhibit B</u>	(2,899)	
Cash Surrender Value Life Insurance	<u>2,669</u>	
<u>Balance - End of Year</u>		<u>\$90,184</u>

**Statement of Changes in Stockholders' Equity**

Exhibit D

<u>Balance - Beginning of Year</u>	\$140,414	
<u>Deduct: Net Loss Per Exhibit B</u>	(2,899)	
Cash Surrender Value of Life Insurance	<u>2,669</u>	
<u>Balance - End of Year</u>		<u>\$140,184</u>

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Statement of Cash Flows**  
**For the Calendar Year 2014**

Exhibit E

Sources (Uses) of Cash

From Operations

Net Income (Loss)	\$(2,899)
Depreciation	<u>110</u>

Cash (Uses) of Cash from Operating Activities	\$ (2,789)
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Changes in Assets and Liabilities

Accounts Receivable	3,069
Accrued Expenses and Taxes	(695)
Shareholder's Loan	(32,083)
Change in Marketable Securities	<u>812</u>

Net (Uses) of Cash from Operating Activities	\$ (28,897)
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Cash Flow From Investing and Financing Activities

Net (User) of Cash from Investing and Financing	\$ 0
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Net (Decrease) in Cash	<u>(31,686)</u>
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<u>Cash Beginning of Year</u>	<u>81,768</u>
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<u>Cash End of Year</u>	\$ <u>50,082</u>
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<u>Cash Paid During the Year for Income Taxes</u>	<u>\$ 758</u>
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The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Computation of Net Capital**  
**As of December 31, 2014**

Schedule 1

Total Stockholder's Equity Per Exhibit A		\$140,184
<u>Less: Non Allowable Assets</u>		
Prepaid Expenses & Deposits	\$ 557	
Net Fixed Assets	<u>4,264</u>	<u>\$ 4,821</u>
<u>Net Capital Before Haircuts on Securities Position</u>		\$135,363
<u>Less: Haircuts on Securities Position</u>		
		<u>\$ 3,613</u>
<u>Net Capital</u>		<u>\$131,750</u>

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Computation of Aggregate Indebtness and**  
**Percentage of Aggregate Indebtness to Net Capital**  
**As of December 31, 2014**

Schedule 1-a

Aggregate Indebtedness Liabilities

Accrued Income Taxes	\$	363
Accounts Payable		<u>42</u>
Total	\$	405

Percentage of Aggregate Indebtedness to Net Capital

.003 to 1

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Computation for Determination of Requirements**  
**Pursuant to Rule 15C3-4**

Schedule 2

Not Applicable\*

Information Relating to the Possession or Control  
Pursuant to Rule 15C3-3  
December 31, 2014

Schedule 3

Not Applicable\*

\* The above schedules numbered 2 and 3 are not applicable since the corporation claims an exemption from Rule 15C3-3 on the grounds that all customer transactions are cleared through Southwest Securities Inc. on a fully disclosed basis.

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Reconciliation of Net Capital Computation**  
**As of December 31, 2014**

Schedule 4

<u>Net Capital Per Form X-17A-5 (Unaudited Focus Report Filed by Corporation)</u>	\$132,147
<u>Net Capital Per Schedule 1</u>	<u>131,750</u>
<u>Difference Decrease</u>	\$ (397)
<u>The Above difference is Reconciled as Follows:</u>	
Decrease in Fixed Assets	(110)
Decrease in Utilities Expense	2,014
Decrease in Cash Surrender	(1,256)
Increase in State Income Tax	(358)
Increase in Accounts Payable	(42)
Decrease in Depreciation	110
Decrease in Insurance Expense	1,259
Increase in Quote Expense	<u>(2,014)</u>
<b>Total Difference</b>	<b>\$ (397)</b>

The accompanying notes to financial statements are an integral part of this report.

**M. Amarico, Inc.**  
**Note to Financial Statements**  
**December 31, 2014**

**Note 1 - Nature of Corporation's Business**

The corporation conducts a retail stock brokerage business with its offices at 96 Limekiln Road, West Redding, CT. All customer transactions are fully disclosed through Southwest Securities, Inc. (Southwest). The agreement with (Southwest) is for M. Amarico, Inc. to deposit \$50,000 in a Good Faith Account at Southwest.

**Note 2 - Capital Stock Issued**

The corporation was incorporated in the state of Delaware on January 14, 1981. Subsequent to that date, Mr. Michael Amari purchased 100% of the capital stock in the Corporation for the sum of \$50,000.

**Note 3 - Payroll Taxes and Employee Benefits**

The M. Amarico Pension Plan was dissolved in 2013. Proceeds from the Plan were transferred to individual retirement accounts (IRA's) for the Plan's beneficiaries. Employee benefits are Health Insurance for shareholder and family.

**Note 4 - Insurance**

The corporation has secured a Stockholders' Fidelity Bond Insurance Policy from National Union Fire Insurance Co. for the term of one year commencing June 24, 2014 through June 24, 2015. The policy has a limit of \$25,000 and is subject to a loss deductible clause of \$5,000 per loss. The premium applicable to the year 2014 is reflected in Insurance Expense on Exhibit B. The corporation is a member of the Securities Investors Protection Corp. Assessments paid to same, are included in NASD and Other Regulatory Expense on Exhibit B.

**Note 5 - Depreciation**

Included herein is the sum of \$110 for depreciation on equipment and is calculated under the Straight Line Method of Depreciation.

Note 6 - Income Taxes

Income taxes consist of the following:

<u>Current</u>		
	Federal	\$ 0
	State & Local	<u>758</u>
		\$ 758
<u>Deferred</u>		
	Federal	0
	State	<u>0</u>
		\$ 0

Deferred taxes are provided due principally to unrealized appreciation of securities. Reduction in deferred taxes is a result of recognized income from sale of securities. Deferred taxes are accrued due to timing differences and book to tax accounting for depreciation. There was no accrual for deferred taxes in 2014 since the amount was immaterial.

Note 7 - Net Income (Loss)

The Net Loss of (\$2,899) is arrived at after including net unrealized profit and losses from securities. Unrealized Loss on securities was (\$812).

Note 8 - Commitments and Contingent Liabilities

The Company as of this date is unaware of any contingencies.

The accompanying notes to financial statements are an integral part of this report.

**MAMARICO, INC.**  
**MEMBER: FINRA, SIPC**  
**DE CORP SINCE 1981**  
**96 LIMEKILN ROAD**  
**WEST REDDING, CT. 06896-1308**  
**TEL: 203-938-3530 FAX: 203-938-2167**  
**E-MAIL: amarico@aol.com**

# MEMO

**FROM: MICHAEL AMARI, PRESIDENT**

**TO: WHOM IT MAY CONCERN**

**DATE: March 4 / 2015**

**SUBJECT: Annual Audit 2014**

M. AMARICO INC (CRD 7745) (SEC 8-26260)

CLEAR THROUGH SWS (South West securities)

on a fully disclosed basis. SWS CRD # 6220

SEC # 8-45123

**SINCERELY:**



**MICHAEL M. AMARI**

**JAMES M. GARGAN, C.P.A.**

**10 Carriage House Drive  
Danbury, CT 06810  
(203) 470-3969**

TO WHOM IT MAY CONCERN

I have reviewed the enclosed Firm's Exemption statement regarding an exemption to Rule 15C3-3. The Firm claims to clear through Southwest Securities Inc (SWST) on a fully disclosed basis.

I satisfied myself that transactions were cleared through Southwest Securities Inc and no information came to my attention that the Corporation did not comply with this requirement and the Company has no other clearing arrangements with anyone.

Danbury, Connecticut  
March 9, 2015



James M Gargan CPA