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

SEC
Mail Processing
Section

SEC FILE NUMBER
22326

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

MAR 01 2018
WASHINGTON DC

REPORT FOR THE PERIOD BEGINNING 1/1/2017 AND ENDING 12/31/2017
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **GILBERT, DONIGER & CO. INC**

OFFICIAL USE ONLY

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

FIRM I.D. NO.

780 THIRD AVE

(No. and Street)

NEW YORK

(City)

NY

(State)

10017

(Zip Code)

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

BRUCE DONIGER 212-888-5151

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

PKF O,CONNOR DAVIES LLP

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

665 FIFTH AVE

(Address)

NEW YORK

(City)

NY

(State)

10022

(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 (06-02)

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OATH OR AFFIRMATION

I, Bruce Doniger, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of GILBERT, DONIGER & CO. INC. of December 31, 2017, 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: [Handwritten Signature]
Title: President

[Handwritten Signature]
Notary Public

PATRICIA CASEY
Notary Public, State of New York
No. 01CA6020629
Qualified in Nassau County
Certificate Filed in New York County
Commission Expires 3/1/19

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).

GILBERT DONIGER & CO., INC.
ANNUAL REPORT
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Gilbert, Doniger & Co., Inc.

INVESTMENTS

Gilbert, Doniger & Co. Inc is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 CFR 240.17a-5 “Reports to be made by certain brokers and dealers”) This Exemption Report was prepared as required by 17 CFR 240.17a-5(d)(1) and (4). To best of its knowledge and belief, The Company states the following >

The company claimed and exemption from 17 CFR 240.15c3-3 under the following provisions of 17 CFR 240.15c3-3(k)(ii)

Gilbert Doniger & Co Inc.

I Bruce Doniger swear hat to the best of my knowledge and belief, this Exemption Report is true and correct

Bruce Doniger


President

2/12/2018



REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholder of
Gilbert Doniger & Co., Inc.

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of Gilbert Doniger & Co., Inc. (the "Company"), as of December 31, 2017, the related statements of operations, changes in stockholder's equity and cash flows for the year then ended, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2017 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on the Company's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Company in accordance with the U.S. federal securities laws and applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Supporting Schedules

The supporting schedules required by Rule 17a-5 under the Securities Exchange Act of 1934 ("SEA") have been subjected to audit procedures performed in conjunction with the audit of the Company's financial statements. The supporting schedules are the responsibility of the Company's management. Our audit procedures included determining whether the information in the supporting schedules reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supporting schedules. In forming our opinion on the supporting schedules, we evaluated whether the supporting schedules, including their form and content, are presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the supporting schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

We have served as the Company's auditor since 2012.

PKF O'Connor Davies, LLP

February 20, 2018

PKF O'CONNOR DAVIES, LLP
665 Fifth Avenue, New York, NY 10022 | Tel: 212.867.8000 or 212.286.2600 | Fax: 212.286.4080 | www.pkfod.com

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

GILBERT DONIGER & CO., INC.

STATEMENT OF FINANCIAL CONDITION

**DECEMBER 31,
2017**

ASSETS

Cash and cash equivalents	\$ 111,955
Commissions receivable	87,421
Deposit with clearing organization	25,000
Other assets	9,371

TOTAL ASSETS \$ 233,747

LIABILITIES AND STOCKHOLDER'S EQUITY

Liabilities

Accrued expenses and taxes payable	\$ 4,291
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Total liabilities 4,291

Contingencies

Stockholder's equity

Common stock - \$10 par value; authorized - 2,000 shares; issued and outstanding - 1,800 shares	18,000
Additional paid-in-capital	252,385
Accumulated deficit	<u>(40,929)</u>

Total stockholder's equity 229,456

TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY \$ 233,747

GILBERT DONIGER & CO., INC.

STATEMENT OF OPERATIONS

	YEAR ENDED DECEMBER 31, 2017
REVENUE	
Commissions and fees	\$ 961,643
Total revenue	<u>961,643</u>
EXPENSES	
Salaries - officer	226,000
- others	379,500
Payroll taxes and fringe benefits	32,990
Clearance and exchange fees	167,921
Rent	65,640
Insurance	43,643
Telephone	9,857
Professional fees	12,555
Office and other	10,155
Total expenses	<u>948,261</u>
Income before income taxes	13,382
Income tax expense	
Federal, state and local	<u>8,489</u>
NET INCOME	<u><u>\$ 4,893</u></u>

See accompanying notes.

GILBERT DONIGER & CO., INC.

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY

	<u>Common Stock</u>	<u>Additional Paid-In Capital</u>	<u>Accumulated Deficit</u>	<u>Total Stockholder's Equity</u>
Balance - January 1, 2017	\$ 18,000	\$ 252,385	\$ (45,822)	\$ 224,563
Net income	<u>-.-</u>	<u>-.-</u>	<u>4,893</u>	<u>4,893</u>
Balance - December 31, 2017	<u>\$ 18,000</u>	<u>\$ 252,385</u>	<u>\$ (40,929)</u>	<u>\$ 229,456</u>

GILBERT DONIGER & CO., INC.

STATEMENT OF CASH FLOWS

	YEAR ENDED DECEMBER 31, 2017
	<hr/>
Cash flows from operating activities	
Net Income	\$ 4,893
<i>Adjustments to reconcile net income to net cash Provided by/ (used) in operating activities:</i>	
(Increase) decrease in operating assets:	
Commissions receivable	63,190
Other assets	(478)
Increase (decrease) in operating liabilities:	
Accrued expenses and taxes payable	<hr/> 656
Net cash provided (used in) operating activities	<hr/> 68,261
Increase in cash and cash equivalents	68,261
Cash and cash equivalents - beginning of year	<hr/> 43,694
Cash and cash equivalents - end of year	<hr/> <hr/> \$ 111,955
 Supplemental cash flow disclosures:	
Cash paid for income taxes	8,489

See accompanying notes.

GILBERT DONIGER & CO., INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2017

Note 1 - Organization and Business Activity

Gilbert Doniger & Co., Inc. (the "Company") was incorporated in the State of New York in December 1977 and is engaged in business as an introducing broker/dealer in New York City. The Company is registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority (FINRA). The Company's customers are located throughout the United States and the customers' accounts are carried by a clearing broker.

Note 2 - Summary of Significant Accounting Policies

Revenue Recognition and Commissions Receivable - Commissions and related clearing expenses are recorded on a trade date basis as security transactions occur.

Clearing Transactions - The Company transmits all transactions through a clearing broker who maintains the customers' accounts.

Cash and Cash Equivalents - For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalent.

Income Taxes - The Company has elected to be taxed as a C-corporation pursuant to the Internal Revenue Code and applicable state laws. Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes. Income tax expense is based on income reported in the accompanying statements of operations adjusted for differences that will never enter into the computation of taxes payable under applicable tax laws.

Deferred taxes are recognized for differences between the basis of assets and liabilities for financial statement and income tax purposes. Temporary differences giving rise to the deferred tax asset consist primarily of the excess of depreciation for tax purposes over the amount for financial reporting purposes and operating loss carry-forwards available to offset future taxable income.

The Company accounts for certain tax positions in accordance with the FASB Income Taxes Topic. The Income Taxes prescribes a recognition threshold and measurement process for financial statement recognition of uncertain tax positions taken or expected to be taken in a tax return. It also provides guidance related to uncertain tax positions such as recognition, de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition.

GILBERT DONIGER & CO., INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2017

Note 2 – Summary of Significant Accounting Policies (continued)

Use of Estimates in Financial Statements – The preparation of financial statements in conformity with generally accepted accounting principles (“GAAP”), requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 3 – Operating Lease

The Company entered into a lease agreement during 2011 which expired in January 2016. The Company recognized the rent expense on a straight-line basis. During June 2016, the lease was amended and extended through January 31, 2020. The lease extension includes an abatement period. At December 31, 2017 the future annual minimum lease payments under this operating lease are as follows:

2018	\$ 63,168
2019	\$ 63,168
2020	\$ 5,264

\$ 131,600

Rent expense for the year ended December 31, 2017 amounted to \$ 65,640

Note 4 – Net Capital Requirement

The Company is subject to the Uniform Net Capital Rule (Rule 15c3-1) under the Securities Exchange Act of 1934 (“SEA”), which requires the maintenance of minimum net capital and requires that the ratio of aggregated indebtedness to net capital, both as defined, shall not exceed 15 times net capital, as defined. At December 31, 2017, the Company’s net capital ratio was .02:1.0, and its net capital was \$220,085 as compared with required net capital of \$50,000.

Note 5 – Income Taxes

The Company has accounts for income taxes under the Provisions of the Income Tax Topic of the FASB Accounting Standards Codification which states, among other things, that deferred tax assets and liabilities shall be classified as current or noncurrent based on the classification of the related asset or liability for financial reporting.

The Company’s current deferred tax asset at December 31, 2017 amounted to \$ 0.

GILBERT DONIGER & CO., INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2017

Note 5 – Income Taxes (continued)

The income tax expense for the year ended December 31, 2017:

Federal:	
Current	\$ 5,924
State and local:	
Current	\$ 2,565
	<u>\$ 8,489</u>

The Company recognizes tax benefits only to the extent that the Company believes it is “more likely than not” that its tax positions will be sustained upon examination by the taxing authorities. Management believes that all of the positions taken on its federal and state income tax returns would more likely than not be sustained upon examination. The Company’s income tax returns 2014, 2015 and 2016 are subject to possible federal and state examination, generally for three years after they are filed.

Note 6 – Financial Instruments with off Balance Sheet Risk

The Company is engaged in various trading and brokerage activities whose counterparties include primarily broker-dealers, banks, and other financial institutions. In the event counterparties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the creditworthiness of the counterparty. It is the Company’s policy to review, as necessary, the credit standing of each counterparty.

The Company’s exposure to risk associated with nonperformance of customers in fulfilling their contractual obligations pursuant to securities transactions can be directly impacted by volatile trading markets which may impair a customer’s ability to liquidate the collateral at an amount equal to the original contracted amount. The agreement between the Company and its clearing broker provides that the Company is obligated to assume any exposure related to such nonperformance by its customers. The Company seeks to control the aforementioned risks by requiring customers to maintain marginal collateral in compliance with the clearing broker’s internal guidelines. The Company monitors its customers activities by reviewing information it receives from its clearing broker on a daily basis and requiring customers to deposit additional collateral, or reduce position, when necessary.

Note 7 – Indemnifications

In normal course of its business, the Company indemnifies and guarantees certain service providers, such as clearing and custody agents, trustees and administrators, against specified potential losses in connection with their acting as an agent of, or providing services to, the Company or its affiliates.

GILBERT DONIGER & CO., INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2017

Note 7 – Indemnifications (continued)

The Company also indemnifies some clients against potential losses incurred in the event specified third-party service providers, including sub-custodians and third-party brokers, improperly executed transactions. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated.

However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

The Company provides representations and warranties to counterparties in connection with a variety of commercial transactions and occasionally indemnifies them against potential losses caused by the breach of those representations and warranties. The Company may also provide standard indemnifications to some counterparties to protect them in the event additional taxes are owed or payments are withheld, due either to a change in or adverse application of certain tax laws. These indemnifications generally are standard contractual terms and are entered into in the normal course of business. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

Note 8 – Subsequent Events

Subsequent events were considered through February 20, 2018, which is the date the financial statements were available to be issued.

Note 9 – Loan with Stockholder

For the year ended December 31, 2017, there was an outstanding loan receivable from the stockholder in the amount of \$3,870. There are no repayment terms associated with the loan.

GILBERT DONIGER & CO. INC

SUPPORTING SCHEDULES

DECEMBER 31, 2017

GILBERT DONIGER & CO., INC.

SCHEDULE OF COMPUTATION OF NET CAPITAL AND AGGREGATE INDEBTEDNESS UNDER THE SECURITIES EXCHANGE ACT OF 1934 ("SEA") RULE 15c3-1

	<u>DECEMBER 31,</u> <u>2017</u>
Total stockholder's equity	\$ 229,456
Deductions and/or charges	
Other loans	(2,970)
Other assets	(6,401)
Net capital before haircuts on securities positions	220,085
Haircuts on securities	--
Net capital	220,085
Less: Minimum capital requirements	50,000
Excess net capital	<u>\$ 170,085</u>

COMPUTATION OF AGGREGATE INDEBTEDNESS

Accrued expenses and taxes payable	\$ <u>4,291</u>
Aggregate indebtedness	\$ <u>4,291</u>
Ratio of aggregate indebtedness to net capital	<u>0.02</u>

A reconciliation is not necessary pursuant to rule 17a-5(d)(4) since there were no material differences between the computation of aggregated indebtedness and net capital as computed above and the computation by the company included on form X-17-A-5 as of December 31, 2017, filed on January 25, 2018

GILBERT DONIGER & CO., INC.

**COMPUTATION FOR DETERMINATION OF THE RESERVE REQUIREMENTS UNDER
SEA RULE 15c-3-3
DECEMBER 31, 2017**

The Company operates under the exemptive provisions of paragraph (k)(2)(ii) of the SEA Rule 15c3-3.

GILBERT DONIGER & CO., INC.

**INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS UNDER
SEA RULE 15C3-3
DECEMBER 31, 2017**

The Company is exempt from the requirements of Rule 15c3-3 under Section (k)(2)(ii) of the rule.

GILBERT DONIGER & CO. INC

SUPPLEMENTAL REPORT

DECEMBER 31, 2017



**Report of Independent Registered Public Accounting Firm on
Review of the Exemption Report**

**To the Shareholder of
Gilbert Doniger & Co., Inc.**

We have reviewed management's statements, included in the accompanying Rule 15c3-3 Exemption Report, in which (1) Gilbert Doniger & Co., Inc. (the "Company") identified the following provision of 17 C.F.R. § 15c3-3 (k) under which the Company claimed an exemption from 17 C.F.R. § 240.15c3-3 (k)(2)(ii) (the exemption provision); and (2) the Company stated that it met the identified exemption provision throughout the year ended December 31, 2017 without exception. The Company's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about the Company's compliance with the exemption provision. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provision set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

PKF O'Connor Davies, LLP

February 20, 2018

Gilbert, Doniger & Co., Inc.

INVESTMENTS

Gilbert, Doniger & Co. Inc is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 CFR 240.17a-5 “Reports to be made by certain brokers and dealers”) This Exemption Report was prepared as required by 17 CFR 240.17a-5(d)(1) and (4). To best of its knowledge and belief, The Company states the following >

The company claimed and exemption from 17 CFR 240.15c3-3 under the following provisions of 17 CFR 240.15c3-3(k)(ii)

Gilbert Doniger & Co Inc.

I Bruce Doniger swear hat to the best of my knowledge and belief, theis Exemption Report is true and correct

Bruce Doniger



President

2/12/2018

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MAR 01 2018

GILBERT DONIGER & CO., INC.

Washington DC

ANNUAL REPORT

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DECEMBER 31, 2017