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SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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PART III

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FACING PAGE

Information Required Pursuant to Rules 17a-5, 17a-12, and 18a-7 under the Securities Exchange Act of 1934

FILING FOR THE PERIOD BEGINNING 05/01/2021 AND ENDING 04/30/2022  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: PTR INC

TYPE OF REGISTRANT (check all applicable boxes):

- Broker-dealer     Security-based swap dealer     Major security-based swap participant  
 Check here if respondent is also an OTC derivatives dealer

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use a P.O. box no.)

601 HADDON AVE / STE 108  
(No. and Street)

COLLINGSWOOD, NJ 08108  
(City) (State) (Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Anthony Chiaverelli 484-278-4434 tony.chiaverelli@ptrphilly.com  
(Name) (Area Code - Telephone Number) (Email Address)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose reports are contained in this filing\*

Raines and Fischer LLP  
(Name - if Individual, state last, first, and middle name)

555 Fifth Avenue, 9TH Floor, New York, NY 10017  
(Address) (City) (State) (Zip Code)

11/05/2009 3760  
(Date of Registration with PCAOB)(if applicable) (PCAOB Registration Number, if applicable)

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\* Claims for exemption from the requirement that the annual reports be covered by the reports of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis of the exemption. See 17 CFR 240.17a-5(e)(1)(ii), if applicable.

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.

OATH OR AFFIRMATION

I, Leonard Klotz, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of PTR INC, as of 4/30, 2022, is true and correct. I further swear (or affirm) that neither the company nor any partner, officer, director, or equivalent person, as the case may be, has any proprietary interest in any account classified solely as that of a customer.

Commonwealth of Pennsylvania - Notary Seal
MELINDA S DAGER - Notary Public
Bucks County
My Commission Expires August 6, 2025
Commission Number 1053371

Signature: Len Klotz
Title: Vice President

Melinda S. Dager
Notary Public

Sworn to and subscribed before me
this 18 day of Aug, 2022.

This filing\*\* contains (check all applicable boxes):

- (a) Statement of financial condition.
(b) Notes to consolidated statement of financial condition.
(c) Statement of income (loss) or, if there is other comprehensive income in the period(s) presented, a statement of comprehensive income...
(d) Statement of cash flows.
(e) Statement of changes in stockholders' or partners' or sole proprietor's equity.
(f) Statement of changes in liabilities subordinated to claims of creditors.
(g) Notes to consolidated financial statements.
(h) Computation of net capital under 17 CFR 240.15c3-1 or 17 CFR 240.18a-1, as applicable.
(i) Computation of tangible net worth under 17 CFR 240.18a-2.
(j) Computation for determination of customer reserve requirements pursuant to Exhibit A to 17 CFR 240.15c3-3.
(k) Computation for determination of security-based swap reserve requirements pursuant to Exhibit B to 17 CFR 240.15c3-3 or Exhibit A to 17 CFR 240.18a-4, as applicable.
(l) Computation for Determination of PAB Requirements under Exhibit A to § 240.15c3-3.
(m) Information relating to possession or control requirements for customers under 17 CFR 240.15c3-3.
(n) Information relating to possession or control requirements for security-based swap customers under 17 CFR 240.15c3-3(p)(2) or 17 CFR 240.18a-4, as applicable.
(o) Reconciliations, including appropriate explanations, of the FOCUS Report with computation of net capital or tangible net worth under 17 CFR 240.15c3-1, 17 CFR 240.18a-1, or 17 CFR 240.18a-2, as applicable, and the reserve requirements under 17 CFR 240.15c3-3 or 17 CFR 240.18a-4, as applicable, if material differences exist, or a statement that no material differences exist.
(p) Summary of financial data for subsidiaries not consolidated in the statement of financial condition.
(q) Oath or affirmation in accordance with 17 CFR 240.17a-5, 17 CFR 240.17a-12, or 17 CFR 240.18a-7, as applicable.
(r) Compliance report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(s) Exemption report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(t) Independent public accountant's report based on an examination of the statement of financial condition.
(u) Independent public accountant's report based on an examination of the financial report or financial statements under 17 CFR 240.17a-5, 17 CFR 240.18a-7, or 17 CFR 240.17a-12, as applicable.
(v) Independent public accountant's report based on an examination of certain statements in the compliance report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(w) Independent public accountant's report based on a review of the exemption report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(x) Supplemental reports on applying agreed-upon procedures, in accordance with 17 CFR 240.15c3-1e or 17 CFR 240.17a-12, as applicable.
(y) Report describing any material inadequacies found to exist or found to have existed since the date of the previous audit, or a statement that no material inadequacies exist, under 17 CFR 240.17a-12(k).
(z) Other:

\*\*To request confidential treatment of certain portions of this filing, see 17 CFR 240.17a-5(e)(3) or 17 CFR 240.18a-7(d)(2), as applicable.

**PTR, INC.**

**FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES**

**WITH THE REPORT OF**

**INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

**PURSUANT TO RULE 17A-5 OF THE SECURITIES EXCHANGE ACT OF 1934**

**APRIL 30, 2022**

**PTR, INC.**  
**April 30, 2022**

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**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Stockholder of PTR, Inc.:

**Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of PTR, Inc. (the "Company"), as of April 30, 2022, and the related statements of income, changes in stockholder's equity, and cash flows, and for the year ended, and the related notes (collectively referred to as the financial statements). In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Company as of April 30, 2022, and the results of its operations and its cash flows for the year 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 the 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 presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

**Supplemental Information**

The Schedules of Computation of Net Capital, Computation for Determination of the Reserve Requirements, and Information Relating to Possession or Control Requirements (supplemental information) has been subjected to audit procedures performed in conjunction with the audit of the Company's financial statements. The supplemental information is the responsibility of management of the Company. Our audit procedures included determining whether the supplemental information 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 supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with Rule 17a-5 of the Securities Exchange Act of 1934. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.

We have served as the Company's auditor since 2022.

*Raines & Fischer LLP*

New York, New York  
August 1, 2022

**PTR, INC.**  
**Statement of Financial Condition**  
**April 30, 2022**

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**ASSETS**

Cash and Cash Equivalents	\$ 497,106
Accounts Receivable, Net	252,168
Restricted Cash – Clearing Deposit	304,256
Deferred Tax Asset	59,459
Federal Tax Refund Receivable	233,630
Property and Equipment, Net of Accumulated Depreciation	18,869
Other Assets	<u>66,545</u>
TOTAL ASSETS	<u>\$ 1,432,033</u>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

Liabilities

Accounts Payable and Accrued Expenses	<u>\$ 609,118</u>
TOTAL LIABILITIES	609,118

Stockholder's Equity

Common stock, \$1 par value - authorized 10,000 shares; issued and outstanding 1 share	1
Additional Paid in Capital	14,999
Retained Earnings	<u>807,915</u>
Total Stockholder's Equity	<u>822,915</u>
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	<u>\$ 1,432,033</u>

The accompanying notes are an integral part of these financial statements.

**PTR, INC.**  
**Statement of Operations**  
**For the Year Ended April 30, 2022**

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**Revenues**

Commissions	\$ 2,195,723
Interest Income	154
Other Income	<u>(20,308)</u>
TOTAL REVENUES	<u>2,175,569</u>

**Expenses**

Employee Compensation and Benefits	1,641,636
Commissions, Exchange and Registration Fees	287,896
Occupancy Expense	52,096
Other Expenses	<u>369,846</u>
TOTAL EXPENSES	<u>2,351,474</u>
Loss before Income Taxes	(175,905)
Income Tax Benefit	<u>54,513</u>
LOSS FROM OPERATIONS	(121,392)

**Other Income**

PPP Grant Income	<u>282,591</u>
NET INCOME	<u>\$ 161,199</u>

The accompanying notes are an integral part of these financial statements.

**PTR, INC.**  
**Statement of Changes in Stockholder's Equity**  
**For the Year Ended April 30, 2022**

	<u>Common Stock</u>	<u>Additional Paid-In Capital</u>	<u>Retained Earnings</u>	<u>Total Stockholder's Equity</u>
Beginning Balance, May 1, 2021	\$ 1	\$ 14,999	\$ 646,716	\$ 661,716
Dividends	0	0	0	0
Net Income	<u>0</u>	<u>0</u>	<u>161,199</u>	<u>161,199</u>
Ending Balance, April 30, 2022	<u>\$ 1</u>	<u>\$ 14,999</u>	<u>\$ 807,915</u>	<u>\$ 822,915</u>

The accompanying notes are an integral part of these financial statements.

**PTR, INC.**  
**Statement of Cash Flows**  
**For the Year Ended April 30, 2022**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

Net Income	\$	161,199
Adjustments to Reconcile Net Income to Net Cash Flows Used by Operating Activities		
Depreciation		13,800
PPP Grant Income		(282,591)
Decrease (Increase) in Assets		
Accounts Receivable		83,921
Deferred Tax Asset		(54,513)
Right of Use Asset		16,766
Other Assets		17,064
Increase (Decrease) in Liabilities		
Accounts Payable and Accrued Expenses		(306,397)
Payable to Affiliate		(6,999)
Lease Liability		<u>(18,517)</u>
Net Cash Flows Used by Operating Activities		(376,267)
Cash, Cash Equivalents and Restricted Cash, Beginning of Year		<u>1,177,629</u>
Cash, Cash Equivalents and Restricted Cash, End of Year	\$	<u>801,362</u>

**Reconciliation of Cash, Cash Equivalents and Restricted Cash as reported within  
the Statement of Financial Condition to the amounts in the Statement of Cash Flows:**

Cash and Cash Equivalents	\$	497,106
Restricted Cash – Clearing Deposit		<u>304,256</u>
Total Cash, Cash Equivalents, and Restricted Cash shown in the Statement of Cash Flows		<u>\$ 801,362</u>

The accompanying notes are an integral part of these financial statements.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 1 - Organization and Nature of Business**

The Company is a broker-dealer registered with the Securities and Exchange Commission ("SEC") and is a member of the New York Stock Exchange MKT LLC ("NYSE MKT"), the International Securities Exchange ("ISE"), and NASDAQ OMX PHLX ("PHLX"). The Company is a Pennsylvania Corporation that provides brokerage services to its customers located throughout the United States. The Company is a wholly owned subsidiary of James Crompton, Inc.

In connection with the Company's assessment of going concern considerations in accordance with ASU 2014-15, "Disclosures of Uncertainties about an Entity's Ability to Continue as a Going Concern", as of April 30, 2022, management has determined that the Company has access to funds from James Crompton, Inc. that are sufficient to fund the working capital needs of the Company, at a minimum of one year from the date of issuance of these financial statements, should a capital contribution be necessary.

**NOTE 2 - Summary of Significant Accounting Policies**

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure 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.

Cash and Cash Equivalents - The Company considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

The Company maintains cash balances at a financial institution. Both interest and non-interest bearing accounts with the same depository institution will be insured by the Federal Deposit Insurance Corporation for a combined total of \$250,000. In the normal course of business, the Company may have deposits that exceed the insured balance in its interest and non-interest bearing accounts.

Restricted Cash - Restricted cash consists of contractually restricted account balances held at the Company's clearing broker. The Company accounts for restricted cash based upon Accounting Standards Update ASU 2016-18. Accordingly, the cash balances in the accompanying Statement of Cash Flows include those amounts that are deemed to be restricted cash. The Company has not experienced losses on these accounts and management believes the Company is not exposed to significant risks on such accounts.

Accounts Receivable - The Company accounts for estimated credit losses on financial assets measured at an amortized cost basis and certain off-balance sheet credit exposures in accordance with FASB ASC 326-20, *Financial Instruments – Credit Losses*. FASB ASC 326-20 requires the Company to estimate expected credit losses over the life of its financial assets and certain off-balance sheet exposures as of the reporting date based on relevant information about past events, current conditions, and reasonable and supportable forecasts.

The Company records the estimate of expected credit losses as an allowance for credit losses. For financial assets measured at an amortized cost basis the allowance for credit losses is reported as a valuation account on the balance sheet that is deducted from the asset's amortized cost basis. Changes in the allowance for credit losses are reported in Credit Loss expense.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 2 - Summary of Significant Accounting Policies (Continued)**

Accounts Receivable (Continued) - The Company's receivables from broker-dealers and clearing organizations include amounts receivable from unsettled trades, including amounts related to futures and options on futures contracts executed on behalf of customers, amounts receivable for securities failed to deliver, accrued interest receivables and cash deposits. A portion of the Company's trades and contracts are cleared through a clearing organization and settled daily between the clearing organization and the Company. Because of this daily settlement, the amount of unsettled credit exposures is limited to the amount owed the Company for a very short period of time. The Company continually reviews the credit quality of its counterparties.

Property and Equipment - Property and equipment are recorded at cost. Depreciation is provided on the accelerated method. Maintenance and minor repairs are charged to operations when incurred. When assets are retired or sold, the related costs and accumulated depreciation are removed from the accounts and the resulting gain or loss is reflected in current operations.

The estimated useful lives for depreciation are:

Equipment	5 Years
Automobiles	5 Years

Long-Lived Assets - As required by the *Property, Plant, and Equipment* Topic of the FASB Accounting Standards Codification No. 360 ("FASB ASC 360"), long-lived assets are required to be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. When required, impairment losses on assets to be held and used are recognized based on the fair value of the asset. Long-lived assets to be disposed of are reported at the lower of the carrying amount or fair value less the cost to sell. There was no impairment loss noted as of April 30, 2022.

Revenue Recognition - Contracts with Customers - Commissions and related clearing expenses are recorded on a trade-date basis as securities transactions occur. Interest income received from clearing broker relates to interest earned on the Company's deposit balance and is recorded monthly as reflected on the clearing broker statement.

In May 2014, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Codification 606, Revenue from Contracts with Customers ("ASC 606"). The new accounting standard, along with its related amendments, replaces the current rules-based GAAP governing revenue recognition with a principles-based approach.

The core principle in the new guidance is that a company should recognize revenue in a manner that depicts the transfer of goods or services to customers in amounts that reflect the consideration the company expects to receive for those goods or services. The Company applies the following five steps in determining the amount of revenues to recognize: (i) identify the contract; (ii) identify the performance obligations in the contract; (iii) determine the transaction price; (iv) allocate the transaction price to the performance obligations in the contract; and (v) recognize revenue when (or as) the performance obligation is satisfied. Each of these steps involves management's judgment and an analysis of the material terms and conditions of the contract.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 2 - Summary of Significant Accounting Policies (Continued)**

Revenue Recognition - Contracts with Customers (Continued) - The Company provides equity and option execution services on the floors of several stock and option exchanges on behalf of registered broker-dealers. The Company is paid a fee by the broker-dealers based on the number of transactions executed and the number of stock shares or option contracts in each transaction. Commissions and related clearing expenses are recorded on the trade date (the date that the Company fills the trade order by finding and contracting with a counterparty and confirms the trade with the customer). The Company believes that the performance obligation is satisfied on the trade date because that is when the underlying financial instrument or purchaser is identified, the pricing is agreed upon and the risks and rewards of ownership have been transferred to/from the customer. The Company invoices its clients monthly in arrears and accrues the fee revenue as commissions in the month in which the transactions were executed on a trade date basis.

The Company also directs equity order flow to certain stock exchanges for which it earns rebate revenue. The Company does not maintain contracts with the exchanges delineating the rebate arrangement. Rebate revenue is recognized when the orders are executed by the exchange on a trade date basis.

Disaggregation of revenue can be found on the Statement of Operations for the year ended April 30, 2022 by type of revenue stream. As of May 1, 2021 and April 30, 2022, the Company recorded commissions receivable, net of allowance for credit losses, of \$294,550 and \$266,568, respectively. Payments are due upon receipt of invoice.

Although total revenues may not be materially impacted by the new guidance, management notes changes to the disclosures based on the additional requirements prescribed by ASC 606. There were no contract assets or contract liabilities at May 1, 2021 and April 30, 2022.

Lease Accounting Standard - In February 2016, the Financial Accounting Standards Board ("FASB") published Accounting Standards Update No. 2016-02, Leases ("ASC 842"), which requires substantially all leases (with the exception of leases with a term of one year or less) to be recorded on the balance sheet using a method referred to as the right-of-use ("ROU") asset approach. The standard introduced two lease accounting models, which result in a lease being classified as either a "finance" or "operating" lease on the basis of whether the lessee effectively obtains control of the underlying asset during the lease term. A lease would be classified as a finance lease if it meets one of five classification criteria, four of which are generally consistent with current lease accounting guidance. By default, a lease that does not meet the criteria to be classified as a finance lease will be deemed an operating lease. Regardless of classification, the initial measurement of both lease types will result in the balance sheet recognition of a ROU asset representing a company's right to use the underlying asset for a specified period of time and a corresponding lease liability. The lease liability is recognized at the present value of the future lease payments, and the ROU asset is equal to the lease liability adjusted for any prepaid rent, lease incentives provided by the lessor, and any indirect costs. The subsequent measurement of each type of lease varies. Leases classified as a finance lease will be accounted for using the effective interest method. Under this approach, a lessee amortizes the ROU asset (generally on a straight-line basis in a manner similar to depreciation) and the discount on the lease liability (as a component of interest expense). Leases classified as an operating lease will result in the recognition of a single lease expense amount that is recorded on a straight-line basis (or another systematic basis, if more appropriate).

As a broker-dealer registered with the Securities and Exchange Commission ("SEC") and Financial Industry Regulatory Authority ("FINRA"), the Company is subject to SEC Rule 15C3-1, the Net Capital rule, under which the lease asset would be recorded as a non-allowable asset and the

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 2 - Summary of Significant Accounting Policies (Continued)**

Lease Accounting Standard (Continued) – associated liability would be recorded as aggregate indebtedness, both of which could have a materially negative effect on Net Capital computed under SEC Rule 15c3-1. On May 31, 2016, the Securities Industry and Financial Markets Association (“SIFMA”) requested relief from the SEC from the net capital impact of the lease capitalization required under ASC 842. On November 8, 2016, the SEC issued a “no action” letter permitting broker-dealers to add back to Net Capital the operating lease asset to the extent of the associated operating lease liability. If the value of the operating lease liability exceeds the value of the associated operating lease asset, the amount by which the liability’s value exceeds the associated lease asset must be deducted for net capital purposes. The Company believes that the relief provided by the SEC “no action” letter will substantially negate the effect of the application of ASC 842 on the Company’s Net Capital position.

At April 30, 2022 the Company no longer maintained operating leases whose terms exceeded one year and the Company is therefore, not subject to the provisions of ASC 842.

Fair Value of Financial Instruments - The carrying amounts for cash and cash equivalents, accounts receivable, deposits with clearing organizations, prepaid expenses, accounts payable and accrued expenses approximate their fair value because of their short-term maturity.

Income Taxes - As required by the *Income Taxes* Topic of the FASB Accounting Standards Codification No. 740 (“FASB ASC 740”), deferred income tax assets and liabilities are determined based on differences between the financial reporting and income tax bases of assets and liabilities measured using enacted income tax rates and laws that are expected to be in effect when the differences reverse. Valuation allowances are provided on deferred tax assets for which it is more likely than not that some portion or all of the deferred tax asset will not be realized.

The Company has evaluated the effects of the *Income Taxes* Topic of FASB Accounting Standards Codification No. 740 (“FASB ASC 740”) and has concluded that 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 a taxing authorities examination. The Company is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Company's management believes it is no longer subject to income tax examinations for years prior to 2018.

**NOTE 3 - Property and Equipment**

Property and equipment at April 30, 2022 were as follows:

Equipment	\$ 18,986
Automobiles	<u>85,365</u>
Total Property and Equipment	104,351
Less: Accumulated Depreciation	<u>85,482</u>
Net Property and Equipment	<u>\$ 18,869</u>

Depreciation expense for the year ended April 30, 2022 was \$13,800.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 4 – Accounts Payable and Accrued Expenses**

Accounts payable and accrued expenses at April 30, 2022 were as follows:

Commissions Payable	\$ 533,743
Loan Payable to Broker	20,000
Accrued Expenses	33,958
Accounts Payable	<u>21,417</u>
Total Accounts Payable and Accrued Expenses	<u>\$ 609,118</u>

**NOTE 5 - Income Taxes**

The Company is not a tax paying entity. Its operations are consolidated with its parent, James Crompton, Inc., which pays all taxes due. However, the Company's operations are substantially the entirety of the parent's tax filing and the Company has historically distributed to the parent the entire tax liability due. Similarly, the Company expects that any tax refund paid to the parent will be contributed to the Company. As such, the Company makes tax calculations and records all tax liabilities and all tax refunds as if it were the tax paying entity.

Company's effective income tax rate is lower than what would be expected if the federal statutory rate were applied to income before income taxes primarily because the net effects of state income taxes and expenses deductible for tax purposes that are not deductible for financial reporting purposes.

Under the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act"), corporations are permitted to carryback net operating losses up to five years. The Company expects it will utilize this provision of the CARES Act resulting in a federal income tax receivable of \$233,630 as of April 30, 2022. In addition, the Company has recorded a deferred tax asset of \$59,459 related to its future expected benefit to be derived from any remaining net operating losses not carried back.

**NOTE 6 - Related Party Transactions**

The Company distributes dividends to, and records certain intercompany transactions with, its parent company. At April 30, 2022, the Company did not maintain an intercompany balance.

**NOTE 7 - Lease Commitments**

The Company leases office space in Collingswood, New Jersey under a non-cancelable operating lease with monthly minimum payments plus common operating expenses, which expires January 31, 2023. Rental expense for the Collingswood office for the year ended April 30, 2022 was \$6,310. The minimum payments remaining on the operating lease are \$6,772.

During the year ended April 30, 2022 the Company leased office space in Chicago, Illinois under a non-cancelable operating lease with monthly minimum payments plus common operating expenses, which expired February 28, 2022 and which was not renewed. Rental expense for the Chicago office for the year ended April 30, 2022 was \$44,353.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 8 - Retirement Benefits**

Substantially all regular full-time employees are eligible to participate in a Company sponsored 401(k) profit sharing plan. An employee may elect to contribute up to 100% of annual compensation subject to certain limits described in the plan document. A matching employer contribution may be made to the plan at the discretion of the Company. For the year ended April 30, 2022, the Company did not make a contribution to the Plan.

**NOTE 9 - Concentrations of Credit Risk**

The Company is engaged in various trading and brokerage activities in which counterparties primarily include 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 or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty.

**NOTE 10 - Commitments and Contingencies**

COVID-19 - In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a pandemic, which continues to spread globally. While there is still uncertainty around the effects of this event, at this stage, we have not experienced any material adverse effect.

**NOTE 11 - Net Capital Requirement**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital and requires the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. The minimum net capital requirement is defined as the greater of \$100,000 or 6 2/3% of the aggregate indebtedness. At April 30, 2022, the Company had net capital of \$278,543 which was \$178,543 in excess of its required net capital of \$100,000. The Company's aggregate indebtedness to net capital ratio was 2.187 to 1.

**NOTE 12 - Exempt Provisions of Rule 15c3-3**

The Company operates under the provision of paragraph (k)(2)(ii) of Rule 15c3-3 of the Securities and Exchange Commission, and accordingly, is exempt from the remaining provisions of that rule.

The Company is subject to the exemptive requirements of SEC Rule 15c3-3 and did not maintain possession or control any customer funds or securities at April 30, 2022.

**NOTE 13 - Off Balance Sheet Risk**

Pursuant to a clearance agreement, the Company introduces all of its securities transactions to a clearing broker on a fully disclosed basis. In accordance with the clearance agreement, the Company has agreed to indemnify the clearing broker for losses, if any, which the clearing broker may sustain from clearing securities transactions introduced by the Company. The Deposits with Clearing Organization collateralize the transactions cleared through the clearing broker.

**PTR, INC.**  
**Notes to Financial Statements**  
**April 30, 2022**

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**NOTE 14 - Financial Instruments with Off-Balance-Sheet-Risk**

In the normal course of business, the Company's customer activities include the execution, settlement, and financing of various customer securities transactions. These 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 a loss.

**NOTE 15 – Paycheck Protection Program Loan**

On March 18, 2021, the Company received the funding of a loan from a lending institution in the aggregate amount of \$282,591 pursuant to the Paycheck Protection Program (the "PPP") under the Federal Coronavirus Aid, Relief, and Economic Security Act ("CARES Act"), which was enacted March 27, 2020. The PPP is administered by the U.S. Small Business Administration ("SBA"). The PPP loan matures March 18, 2026 and bears interest at a rate of 1.0% per year, payable monthly commencing on August 16, 2021. The loan may be prepaid at any time prior to maturity with no prepayment penalties. Under the terms of the PPP, certain amounts of the loan may be forgiven if they are used for qualifying expenses as described in the CARES Act.

The Company concluded that the PPP loan should be accounted for as a government grant. As US GAAP does not contain guidance on the accounting for government grants, the Company is following the guidance in International Accounting Standards 20, ("IAS 20"), Accounting for Government Grants and Disclosure of Government Assistance, by analogy. Under the provisions of IAS 20, "a forgivable loan from government is treated as a government grant when there is reasonable assurance that the entity will meet the terms for forgiveness of the loan." Under IAS 20, government grants are recognized in income as required activities are undertaken. On February 25, 2022 the Company made an application for forgiveness of the PPP loan. The Company believes there is reasonable assurance it met the terms of forgiveness. Accordingly, during the year ended April 30, 2022 the Company recognized \$282,591 PPP grant income in the accompanying statement of income, and no liability for the PPP Loan is reflected in the accompanying balance sheet.

**NOTE 16 - Subsequent Events**

In accordance with the *Subsequent Events* Topic of the FASB Accounting Standards Codification No. 855 ("FASB ASC 855"), the Company has evaluated those events and transactions that occurred from May 1, 2022 through July 31, 2022, the date the financial statements were available to be issued. There were no other events that have been identified which require disclosure.

**PTR, INC.**  
**SCHEDULE I – COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1**  
**OF THE SECURITIES AND EXCHANGE COMMISSION**  
**April 30, 2022**

**NET CAPITAL**

Total Stockholder's Equity	\$ 822,914	
Total Stockholder's Equity and Allowable Credits		822,914
Deductions		
Non-Allowable Assets		
Receivables from Brokers-Dealers	\$ 147,939	
Other Receivables	11,218	
Property and Equipment, Net of Accumulated Depreciation	18,869	
Income Tax Receivable	293,089	
Other Assets	<u>73,256</u>	
Total Deductions		<u>544,371</u>
NET CAPITAL		<u>\$ 278,543</u>

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

Accounts Payable and Accrued Expenses	\$ 609,118	
TOTAL AGGREGATE INDEBTEDNESS		<u>\$ 609,118</u>

**COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT:**

Minimum Net Capital Required (6 2/3 % x \$609,118)	<u>\$ 40,608</u>
Minimum Dollar Net Capital Requirement Of Reporting Broker-Dealer	<u>\$ 100,000</u>
Net Capital Requirement	<u>\$ 100,000</u>
Excess Net Capital	<u>\$ 178,543</u>
Net Capital Less 120% of Minimum (\$100,000 x 120%)	<u>\$ 158,543</u>
Total Aggregate Indebtedness	<u>\$ 609,118</u>
Ratio: Aggregate Indebtedness to Net Capital	<u>2.187 to 1</u>

**PTR, INC.**  
**SCHEDULE I – COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1**  
**OF THE SECURITIES AND EXCHANGE COMMISSION**  
**(CONTINUED)**  
**April 30, 2022**

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RECONCILIATION WITH COMPANY'S COMPUTATION (INCLUDED IN  
PART IIA OF FORM X-17A-5 AS OF APRIL 30, 2022)

Net Capital, as Reported in Company's Part IIA (Unaudited) FOCUS Report	\$ 278,543
Subsequent Adjustments (Increase)/Decrease	
Other Assets	(54,513)
Increase in Net Income	<u>54,513</u>
Change in Net Capital	<u>0</u>
Net Capital per the Preceding	<u>\$ 278,543</u>

**PTR, INC.**  
**SCHEDULE II – COMPUTATION FOR DETERMINATION OF RESERVE**  
**REQUIREMENT UNDER RULE 15c3-3 AND INFORMATION FOR**  
**POSSESSION OR CONTROL REQUIREMENTS UNDER RULE 15c3-3**  
**OF THE SECURITIES AND EXCHANGE COMMISSION**

**April 30, 2022**

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

The Company is subject to the exemptive requirements of SEC Rule 15c3-3 and did not maintain possession or control of any customer funds or securities at April 30, 2022.



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Stockholder of PTR, Inc.:

We have reviewed management's statements, included in the accompanying Rule 15c3-3 Exemption Report pursuant to SEC Rule 17a-5, in which (1) PTR, Inc. ("the Company") identified the following provisions 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 provisions") and (2) the Company stated that it met the identified exemption provisions throughout the most recent fiscal year 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 provisions. 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 provisions set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Raines & Fischer LLP*

New York, New York  
August 1, 2022



MEMBER • NASDAQ PHLX LLC •  
NYSE AMERICAN LLC • NASDAQ ISE, LLC

#### EXEMPTION REPORT

We confirm, to the best of our knowledge and belief, that:

- ✓ 1. PTR Inc. claimed an exemption from SEC Rule 15c-3-3 under the provision in paragraph of (k)(2)(ii) throughout the fiscal year May 1, 2021 to April 30, 2022.
2. PTR Inc. met the identified exemption provisions in SEC Rule 15c3-3(k)(2)(ii) throughout the fiscal Year May 1, 2021 to April 2022 without exception.

Sign: \_\_\_\_\_

*Len Klotz*

Date: \_\_\_\_\_

*8-1-22*

Leonard Klotz, Vice President  
PTR Inc.  
601 Haddon Avenue, Suite 108  
Collingswood, NJ 08108  
PH: 267-318-7806  
FAX: 267-319-1573



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON  
APPLYING AGREED-UPON PROCEDURES**

To the stockholder of PTR, Inc.:

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and with the SIPC series 600 Rules, we have performed the procedures enumerated below, which were agreed to by PTR, Inc. (the "Company") and the Securities Investor Protection Corporation (SIPC) with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of PTR, Inc. for the year ended April 30, 2022, solely to assist you and SIPC in evaluating the Company's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Company's management is responsible for the Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). 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 record entries listed in the disbursement journals, noting no differences;
2. Compared the Total Revenue amount reported on the Annual Audited Report Form X-17A-5 Part III for the year ended April 30, 2022, with the Total Revenue amount reported in Form SIPC-7 for the year ended April 30, 2022, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
4. Recalculated 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-7 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 with the applicable instructions of the form SIPC-7. 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.

*Raines & Fischer LLP*

New York, New York  
August 1, 2022

**SIPC-7**

(36-REV 12/18)

SECURITIES INVESTOR PROTECTION CORPORATION  
Mail Code: 8967 P.O. Box 7247 Philadelphia, PA 19170-0001

**General Assessment Reconciliation**

**SIPC-7**

(36-REV 12/18)

For the fiscal year ended 4/30/2022

(Read carefully the instructions in your Working Copy before completing this Form)

**TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS**

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

8-39854 PHIL      apr 08/05/1998  
PTR, Inc.  
601 Haddon Ave.  
Suite #108  
Collingswood, NJ 08108

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

Anthony Chiaverelli 484-278-4423

- 2. A. General Assessment (Item 2e from page 2) \$ 3,200
- B. Less payment made with SIPC-6 filed (exclude interest) (\$1,723)  
11/29/2021  
Date Paid
- C. Less prior overpayment applied ( )
- D. Assessment balance due or (overpayment) 1,477
- E. Interest computed on late payment (see instruction E) for \_\_\_\_\_ days at 20% per annum
- F. Total assessment balance and interest due (or overpayment carried forward) \$ 1,477
- G. PAYMENT:  the box  
Check mailed to P.O. Box  Funds Wired  ACH  \$ 1,477  
Total (must be same as F above)
- H. Overpayment carried forward \$( )

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

PTR, Inc.

(Name of Corporation, Partnership or other organization)

(Authorized Signature)

Dated the 21 day of June, 2022.

President

(Title)

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

**SIPC REVIEWER** Dates:            Postmarked            Received            Reviewed           

Calculations            Documentation            Forward Copy           

Exceptions:

Disposition of exceptions:

**DETERMINATION OF "SIPC NET OPERATING REVENUES"  
AND GENERAL ASSESSMENT**

Amounts for the fiscal period  
beginning 8/1/2021  
and ending 4/30/2022

Item No.

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

Eliminate cents  
\$2,175,569

2b. Additions:

- (1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.
- (2) Net loss from principal transactions in securities in trading accounts.
- (3) Net loss from principal transactions in commodities in trading accounts.
- (4) Interest and dividend expense deducted in determining item 2a.
- (5) Net loss from management of or participation in the underwriting or distribution of securities.
- (6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.
- (7) Net loss from securities in investment accounts.

Total additions

2c. Deductions:

- (1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.
- (2) Revenues from commodity transactions.
- (3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.
- (4) Reimbursements for postage in connection with proxy solicitation.
- (5) Net gain from securities in investment accounts.
- (6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.
- (7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 18(9)(L) of the Act).
- (8) Other revenue not related either directly or indirectly to the securities business.  
(See Instruction C):

(Deductions in excess of \$100,000 require documentation)

- (9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income. \$ \_\_\_\_\_
- (ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3960). \$ \_\_\_\_\_

Enter the greater of line (i) or (ii)

Total deductions

\$41,984

2d. SIPC Net Operating Revenues

\$2,133,585

2e. General Assessment @ .0015

\$3,200.00

(to page 1, line 2.A.)