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

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

SEC FILE NUMBER
8-65595

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 09/30/2002 AND ENDING 09/30/2003
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF THE BROKER-DEALER: **Sun's Brothers Securities Inc.**

OFFICIAL USE ONLY
FIRM I.D. NO.

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

6252 Keokea Place

(No. and Street)
Honolulu HI 96825-1276
(City) (State) (Zip Code)

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

Min Won Yang, President 808-395-5422

(Area Code - Telephone No.)

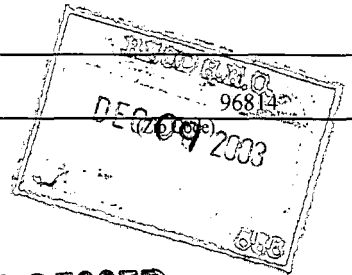
B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Thomas Kim, CPA

1441 Kapiolani Blvd., #1114 Honolulu HI
(Address) (City) (State)

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



CHECK ONE:

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

PROCESSED
DEC 23 2003

FOR OFFICIAL USE ONLY THOMSON FINANCIAL

*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 (05-01) Persons who 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.

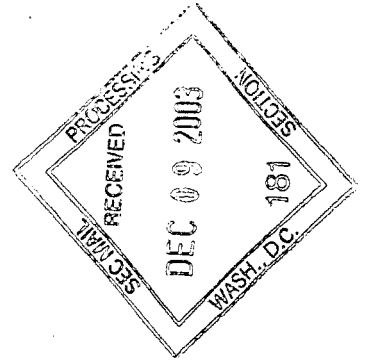
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8-65595

SUN'S BROTHERS SECURITIES, INC.

FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2003



Thomas Kim, CPA, Inc.
1441 Kapiolani Blvd., #1114
Hon. HI 96814

October 15, 2003

SUN'S BROTHERS SECURITIES, INC.

We have compiled the accompanying balance sheet of SUN'S BROTHERS SECURITIES, INC. as of September 30, 2003, and the related income statement for the twelve months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



Thomas Kim, CPA, Inc.

Sun's Brothers Securities, Inc.
 STATEMENT OF INCOME
 For The Twelve Months Ended September 30, 2003

	Amount	Percent
Revenue		
Commission	\$ 2,041.49	100.0
Total Revenue	<u>2,041.49</u>	<u>100.0</u>
Cost of Goods Sold		
Gross Margin	<u>2,041.49</u>	<u>100.0</u>
Expenses		
Salaries - officers	18,000.00	881.7
Salaries - others	13,500.00	661.3
Bank fees	6.50	0.3
Office supplies	855.98	41.9
Taxes - gross income	89.25	4.4
Taxes - payroll	3,469.99	170.0
Total Expenses	<u>35,921.72</u>	<u>1759.6</u>
Income from Operations	<u>(33,880.23)</u>	<u>(1659.6)</u>
Other Income		
Interest income	189.77	9.3
Total Other Income	<u>189.77</u>	<u>9.3</u>
Other Expenses		
Depreciation expense	<u>4,266.00</u>	<u>209.0</u>
Total Other Expenses	<u>4,266.00</u>	<u>209.0</u>
Net Income	<u>\$ (37,956.46)</u>	<u>(1859.3)</u>

See Accountant's Compilation Report

Sun's Brothers Securities, Inc.
BALANCE SHEET
SEPTEMBER 30, 2003

ASSETS

Current assets			
Cash in bank	1,770.63		
Total current assets		\$	1,770.63
Fixed assets			
Furniture	447.84		
Equipment	2,827.84		
Organization expense	28,252.34		
Accum depr - furniture	(197.00)		
Accum depr - equipment	(1,244.00)		
Accum amort - Org expense	(2,825.00)		
Total fixed assets			27,262.02
Other assets			
Deposits	35,189.77		
Total other assets			35,189.77
TOTAL ASSETS			\$ <u>64,222.42</u>

See Accountant's Compilation Report

Sun's Brothers Securities, Inc.
BALANCE SHEET
SEPTEMBER 30, 2003

LIABILITIES AND CAPITAL

Current liabilities			
Salaries payable	1,403.18		
Accrued taxes payable	733.70		
	<hr/>		
Total current liabilities		\$	2,136.88
Long term liabilities			
	<hr/>		
Total long			
Other liabilities			
	<hr/>		
Total other			
Total liabilities		\$	2,136.88
Capital			
Capital stock @ \$ 1 par	1,000.00		
Paid in capital	99,042.00		
Current Earnings	(37,956.46)		
	<hr/>		
Total capital			62,085.54
			<hr/>
TOTAL LIABILITIES AND CAPITAL		\$	<u>64,222.42</u>

See Accountant's Compilation Report

		TRIAL BALANCE		Sep 30, 2003
GEN	SUB DESCRIPTION	BAL FWD	CUR PER	BALANCE
*** Asset accounts				
105	Cash in bank	5573.14	3802.51CR	1770.63 **
205	Furniture	447.84	0.00	447.84 **
208	Equipment	2827.84	0.00	2827.84 **
220	Organization expense	27765.84	486.50	28252.34 **
232	Accum depr - furniture	0.00	197.00CR	197.00CR**
240	Accum depr - equipment	0.00	1244.00CR	1244.00CR**
247	Accum amort - Org expense	0.00	2825.00CR	2825.00CR**
250	Deposits	35171.26	18.51	35189.77 **
*** Liability accounts				
320	Salaries payable	1403.18CR	0.00	1403.18CR**
355	Accrued taxes payable	328.40CR	405.30CR	733.70CR**
*** Capital accounts				
516	Capital stock @ \$ 1 par	1000.00CR	0.00	1000.00CR**
517	Paid in capital	99042.00CR	0.00	99042.00CR**
520	Current Earnings	0.00	0.00	0.00 **
*** Revenue accounts				
600	Commission	1583.24CR	458.25CR	2041.49CR
652	Interest income	171.26CR	18.51CR	189.77CR
*** Expense accounts				
800	Salaries - officers	16000.00	2000.00	18000.00
801	Salaries - others	12000.00	1500.00	13500.00
808	Bank fees	0.00	6.50	6.50
844	Office supplies	855.98	0.00	855.98
863	Taxes - gross income	0.00	89.25	89.25
864	Taxes - payroll	2886.18	583.81	3469.99
996	Depreciation expense	0.00	4266.00	4266.00
	TOTAL DEBITS	103528.08	8950.57	112478.65
	TOTAL CREDITS	103528.08CR	8950.57CR	112478.65CR
	DIFFERENCE	0.00	0.00	0.00
	REVENUE	1754.50CR	476.76CR	2231.26CR
	EXPENSE	31742.16	8445.56	40187.72
	NET PROFIT (LOSS)	(29987.66) (7968.80) (37956.46)

Sun's Brothers Securities Inc
 JOURNAL ENTRIES

<u>JOURNAL TYPE</u>	<u>DATE</u>	<u>DESCRIPTION</u>	<u>JNL PERIOD</u>	<u>POSTED</u>
Cash Disbursements	09/30/03	September checks	3 September	Yes

<u>GEN</u>	<u>SUB</u>	<u>REF</u>	<u>DATE</u>	<u>DESCRIPTION</u>	<u>DEBITS</u>	<u>CREDITS</u>
220		232	09/04/03	verizon	37.04	
320		233	09/04/03	m w yang	791.48	
320		234	09/04/03	j okamura	612.33	
220		235	09/16/03	verizon	128.07	
355		236	09/17/03	state tax	164.20	
355		237	09/17/03	boh	795.94	
220		238	09/17/03	t kim cpa	150.00	
320		239	09/17/03	m w yang	791.48	
320		240	09/17/03	j okamura	612.33	
220		241	09/22/03	oceanic	109.32	
220		242	09/30/03	dept of commerce	25.00	
220		243	09/30/03	verizon	37.07	
808			09/30/03	bank svc fee	6.50	
105			09/30/03	september checks		4260.76
105			09/30/03	september deposits	458.25	
600			09/30/03	september deposits		458.25

Account Hash Total	4928	Journal Totals	4719.01	4719.01
Reference Hash Total	2850	16 Transactions		

Sun's Brothers Securities Inc
JOURNAL ENTRIES

Page 4
Sep 30, 2003

<u>JOURNAL TYPE</u>	<u>DATE</u>	<u>DESCRIPTION</u>	<u>JNL PERIOD</u>	<u>POSTED</u>
Adjusting Jnl #1	09/30/03	Adjusting entries	4 September	Yes

<u>GEN</u>	<u>SUB</u>	<u>REF</u>	<u>DATE</u>	<u>DESCRIPTION</u>	<u>DEBITS</u>	<u>CREDITS</u>
800			09/30/03	payroll	2000.00	
801			09/30/03	payroll	1500.00	
320			09/30/03	payroll		2807.62
355			09/30/03	payroll		692.38
864			09/30/03	payroll	583.81	
355			09/30/03	payroll		583.81
250			09/30/03	interest income	18.51	
652			09/30/03	interest income		18.51
863			09/30/03	get	89.25	
355			09/30/03	get		89.25
996			09/30/03	depreciation	4266.00	
232			09/30/03	depreciation		197.00
240			09/30/03	depreciation		1244.00
247			09/30/03	depreciation		2825.00

Account Hash Total 7330
Reference Hash Total 0

Journal Totals
14 Transactions

8457.57 8457.57

Sun's Brothers Securities, Inc.
Month ended September 30, 2003

Supporting schedule

Organization expense

Beginning balance	\$	27,765.84
Professional service		150.00
Telephone line		202.18
Cable line		109.32
License & Fees		25.00

28,252.34

Less Accumulated Amortization

(2,825.00)

25,427.34

Furniture

Beginning balance	\$	447.84
Less Accumulated Depreciation		(197.00)

\$ 250.84

Equipment

Beginning balance	\$	2,827.84
Less Accumulated Depreciation		(1,244.00)

\$ 1,583.84

Deposits

Beginning balance	\$	35,171.26
Interest income		18.51

\$ 35,189.77

Computation of Net Capital

Beginning balance	\$	70,054.34
Current earnings		(7,968.80)
Actual Net capital	\$	<u>62,085.54</u>

Less Nonallowable Assets

Furniture	\$	250.84
Equipment		1,583.84
Organization		25,427.34

\$ 27,262.02

Tentative Net Capital

\$ 34,823.52

Less Required Net Capital (120 % of 5,000)

(6,000.00)

Excess Net Capital

\$ 28,823.52