

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

SEC FILE NUMBER
8- 39319



03052318

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 10/1/02 AND ENDING 9/30/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Midwest Resources Securities Corp.

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
2511 North 124th Street

(No. and Street)

Elm Grove
(City)

WI
(State)

53122
(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Bruce J. Robertson (262) 786-6338
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Ko1b+Co. SC

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

2400 S. 102nd Street
(Address)

Milwaukee
(City)

WI
(State)

53227
(Zip Code)

CHECK ONE:

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

PROCESSED
NOV 19 2003
DEC 10 2003
THOMSON FINANCIAL

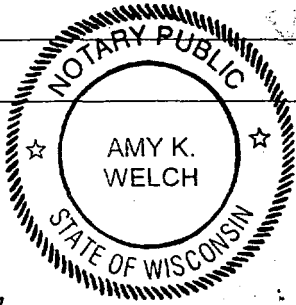
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*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

BR 2-9

OATH OR AFFIRMATION

I, Bruce J. Robertson, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Midwest Resources Securities Corp., as of September 30, 20 03, 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:



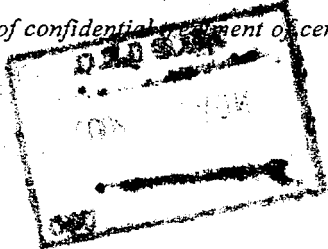
Amy K Welch
Notary Public

Bruce J. Robertson
Signature
President
Title

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. Cash Flows
- (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 15c3-3 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 confidentiality of certain portions of this filing, see section 240.17a-5(e)(3).



**MIDWEST RESOURCES
SECURITIES CORP.**

**Financial Statements
September 30, 2003**

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INDEPENDENT AUDITOR'S REPORT

October 17, 2003

To the Board of Directors
Midwest Resources Securities Corp.

We have audited the accompanying Statements of Financial Condition of Midwest Resources Securities Corp. as of September 30, 2003 and 2002. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with United States generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement of Financial Condition is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Statement of Financial Condition. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Statement of Financial Condition presentation. We believe that our audits of the Statements of Financial Condition provide a reasonable basis for our opinion.

In our opinion, the Statements of Financial Condition referred to above present fairly, in all material respects, the financial position of Midwest Resources Securities Corp. as of September 30, 2003 and 2002 in conformity with United States generally accepted accounting principles.



Kolb+Co. SC

Bart Adams, CPA
Thomas P. Luken, CPA
Keith I. Kamperschroer, CPA
Mark W. Miller, CPA
Les S. Tarjan, CPA
Timothy J. Tremel, CPA
James D. Brandenburg, CPA
Mark S. Sobczak, CPA
David S. Laske, CPA
Suzanne M. Denzine, CPA
Bryan L. Pautsch, CPA

Kolb+Co. Affiliates:
Financial Advisers, LLC
Medical Billing, LLC
Technology Advisers, LLC
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MIDWEST RESOURCES SECURITIES CORP.

Statements of Financial Condition

(With the auditor's report of October 17, 2003)

As of September 30,

<u>ASSETS</u>	<u>2003</u>	<u>2002</u>
<u>Current Assets</u>		
Cash	26,354	27,540
Prepaid expenses	<u>980</u>	<u>441</u>
Total Assets	<u>27,334</u>	<u>27,981</u>
<u>LIABILITIES AND STOCKHOLDER'S EQUITY</u>		
<u>Current Liabilities</u>		
Accounts payable	<u>-</u>	<u>894</u>
<u>Stockholder's Equity</u>		
Common stock, \$1 par value, 56,000 shares authorized, 10,000 shares issued and outstanding	10,000	10,000
Retained earnings	<u>17,334</u>	<u>17,087</u>
Total Stockholder's Equity	<u>27,334</u>	<u>27,087</u>
Total Liabilities and Stockholder's Equity	<u>27,334</u>	<u>27,981</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE STATEMENTS.

MIDWEST RESOURCES SECURITIES CORP.
Notes to Statements of Financial Condition
(With the auditor's report of October 17, 2003)
As of September 30, 2003 and 2002

Note #1 Nature of Business and Summary of Significant Accounting Policies

Nature of Business

Midwest Resources Securities Corp. (the Company) was formed on February 5, 1988 as a broker-dealer to offer and sell limited and general partnership interests through direct participation private placements, throughout the United States.

Commission Revenue and Expense

Commission revenue is considered earned when the specified minimum sales level of each offering is achieved. Commissions for sales of securities are due the registered representatives when both the minimum sales level of each offering is achieved and the offer to purchase is accepted by the Company and the issuer of the securities.

Use of Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles 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. Actual results could differ from these estimates.

Cash and Temporary Cash Investments

The Company considers all short-term investments in interest-bearing accounts, securities, and other instruments with an original maturity of three months or less, to be equivalent to cash.

Income Taxes

The Company has elected to be treated as an S Corporation, "small business corporation," for income tax purposes. Under this election, profits and losses are passed directly to the shareholder for inclusion in his personal income tax returns. As such, the Company does not pay corporate income taxes on its taxable income. Accordingly, no liability or provision for federal or state income taxes is included in the accompanying statements.

Note #2 Net Capital Requirements

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (and the rule of the "applicable" exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At the fiscal years ended 2003 and 2002, the Company had net capital of \$26,354 and \$26,646, respectively, which, in each instance, exceeded its required net capital of \$5,000. The Company's net capital ratio was 0 to 1 and 0.0336 to 1 at the fiscal years ended 2003 and 2002, respectively.

MIDWEST RESOURCES SECURITIES CORP.
Notes to Statements of Financial Condition
 (With the auditor's report of October 17, 2003)
 As of September 30, 2003 and 2002

Note #3 Related Party Transactions

Steven L. Baptie is a shareholder and director of the Company and Midwest Resources, Inc. Midwest Resources, Inc. is the general partner of Midwest Resources 2003-1 and 2002-1 Oil and Gas Income Limited Partnerships.

The Company was involved in the following related party transactions:

	<u>2003</u>	<u>2002</u>
Commission revenue from Midwest Resources 2003-1 Oil and Gas Income Limited Partnership	237,650	-
Commission revenue from Midwest Resources 2002-1 Oil and Gas Income Limited Partnership	<u>-</u>	<u>254,450</u>
Total	<u>237,650</u>	<u>254,450</u>
Commission expense paid to Midwest Resources, Inc.	<u>74,250</u>	<u>179,000</u>