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

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

SEC FILE NUMBER
8-5255



03052790

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 October 1, 2002 AND ENDING September 30, 2003  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

UNITED EQUITIES COMPANY, LLC

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.) *REC'D DEC 08 2003*

160 Broadway

OFFICIAL USE ONLY
FIRM ID. NO.

(No. and Street)

New York

New York

10038

(City)

(State)

(Zip Code)

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

Mr. Moses Marx

(212) 349-2875

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

Jacob Edelstein CPA

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

21 East 40th Street

New York

NY

10016

(Address)

(City)

(State)

(Zip Code)

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

08/12/03

\*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).

OATH OR AFFIRMATION

I, Moses Marx, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of United Equities Company, LLC, as of September 30, 19<sup>2003</sup>, 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:

\_\_\_\_\_  
\_\_\_\_\_

SUSAN S. GOLDENBERG  
Notary Public, State of New York  
No. 01GO6067664  
Qualified in Kings County  
Commission Expires December 10, 2008

*[Handwritten Signature]*

Signature

Member

Title

Notary Public

*[Handwritten Signature]*

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 Proprietor's 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).

**JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT  
21 EAST 40TH STREET  
NEW YORK, NY 10016  
(212) 779-8923**

United Equities Company  
160 Broadway  
New York, New York 10038

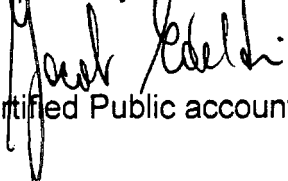
**ACCOUNTANT'S REPORT**

Gentlemen:

I have examined the Schedules and Statements of the Financial Reports as of September 30, 2003 of United Equities Company. My examination was made in accordance with generally accepted auditing standards and, accordingly, included a review of the system of internal control and the procedures for safeguarding securities and such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances, including the audit procedures prescribed by the Securities and Exchange Commission.

In my opinion, the Schedules and Statements present fairly the financial position of United Equities Company as of September 30, 2003 in the form required by the Securities and Exchange Commission, in conformity of that of the preceding year. My examination of the respondents' books and records revealed no material inadequacies to exist since the date of the last previous audit.

Respectfully submitted,

  
Certified Public accountant

New York, New York  
November 26, 2003

UNITED EQUITIES COMPANY  
BALANCE SHEET  
AS AT SEPTEMBER 30, 2003

**ASSETS**

**Current Assets**

Cash in bank - unrestricted	\$	126,726
Cash in bank - restricted		2,612
Trading and Investment Accounts - Securities at Market		3,367,051
Due from brokers - dealers		<u>1,131,794</u>
Total current assets		<u>4,628,183</u>

**Fixed Assets**

Fixtures and Equipment		161,330
less: Accumulated Depreciation		<u>115,093</u>
Total fixed assets		<u>46,237</u>

**Other Assets**

Security Deposit		<u>708</u>
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**TOTAL ASSETS** \$ 4,675,128

**LIABILITIES AND NET WORTH**

**Current Liabilities**

Accounts Payable	\$	32,677
Due to Customer		<u>53,104</u>
Total Current liabilities		85,781

**Net Worth**

Partners' Net Worth		<u>4,589,347</u>
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**TOTAL LIABILITIES AND NET WORTH** \$ 4,675,128

JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT

UNITED EQUITIES COMPANY  
STATEMENT OF INCOME AND EXPENSES  
FOR THE YEAR ENDED SEPTEMBER 30, 2003

Income

Commissions	\$ 2,545
Gain on Principal Transactions	2,876,976
Interest and Dividends	<u>11,566</u>
 Total Income	 <u>2,891,087</u>

Expenses

Clerical and Employee Expenses	248,938
Guaranteed payment to Partners	193,467
Commission Expense	22,763
Communications	24,174
Occupancy Costs	66,000
Other Expenses	<u>210,703</u>
 Total Expenses	 <u>766,045</u>

NET INCOME \$ 2,125,042

JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT

UNITED EQUITIES COMPANY  
STATEMENT OF CHANGES IN PARTNER'S EQUITY  
FOR THE YEAR ENDED SEPTEMBER 30, 2003

BALANCE - OCTOBER 1, 2002	\$ 2,464,305
Net Income for the period	<u>2,125,042</u>
BALANCE - SEPTEMBER 30, 2003	<u>\$ 4,589,347</u>

STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS

NONE

JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT

UNITED EQUITIES COMPANY  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED SEPTEMBER 30, 2003

Cash flows from operating activities:

Net Income	\$ 2,125,042
Adjustments to reconcile net income to to net cash provided by operating activities:	
Depreciation expense	<u>21,300</u>
	<u>2,146,342</u>

Changes in operating assets and liabilities:

Increase in Trading and Investment Accounts	-1,943,216
Increase in Due from brokers - dealers	-209,796
Increase in Fixed Assets	-46,737
Increase in Accounts payable and Due to Customer	<u>53,132</u>
Decrease in Cash	-275
Cash - beginning of year	<u>129,613</u>
Cash - end of year	<u>\$ 129,338</u>

JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT

UNITED EQUITIES COMPANY  
COMPUTATION OF NET CAPITAL (RULE 15c3-1)  
AS AT SEPTEMBER 30, 2003

**ASSETS**

Cash in bank - unrestricted	\$ 126,726
Cash in bank - restricted	2,612
Trading and Investment Accounts - Securities at Market	3,367,051
Due from brokers - dealers	1,131,794
Fixed Assets - net	46,237
Other Assets	<u>708</u>

**TOTAL ASSETS** 4,675,128

**LIABILITIES**

Accounts Payable and Due to Customer	<u>85,781</u>
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**CAPITAL**

Partners' Net Worth	4,589,347
Less: Fixed and Other Non-Allowable Assets	<u>82,540</u>
Net Capital before Haircuts	4,506,807
Less: Haircuts	<u>657,007</u>

Adjusted Net Capital \$3,849,800

Ratio of Liabilities to Net Capital .0223 to 1

Reconciliation of Adjusted Net Capital

Per Form X-17-A-5 \$3,849,800

JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT



**UNITED EQUITIES COMPANY**

**FOR THE YEAR ENDED SEPTEMBER 30, 2003**

**Computation for determination of the reserve requirements  
(Rule 15c3-3)**

Exempt under paragraph K - (2) (A)

**Information relating to possession or control requirements  
(Rule 15c3-3)**

Not applicable

**JACOB EDELSTEIN  
CERTIFIED PUBLIC ACCOUNTANT**

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**UNITED EQUITIES COMPANY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2003**  
**ANNUAL AUDIT REPORT**

My review of the system of internal control, procedures for safeguarding securities and accounting system of your company, indicates that no material inadequacies exist therein.

**JACOB EDELSTEIN**  
**CERTIFIED PUBLIC ACCOUNTANT**