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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

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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 01/01/02 AND ENDING 12/31/02  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: M.V.P. Financial, LLC

OFFICIAL USE ONLY  
FIRM ID. NO.

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

225 Windmill Lane

(No. and Street)

Southampton

New York

11968

(City)

(State)

(Zip Code)

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

Brian Villante

(631) 287-4633

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

Michael J. Mirras, CPA

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

360 Montauk Hwy. P.O. Box 504 Wainscott, New York

11975

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

PROCESSED

APR 17 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-3(e)(2).

SEC 1410 (3-91)

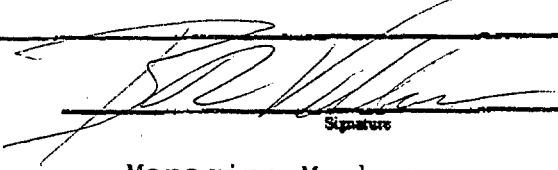
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*Handwritten signature*

OATH OR AFFIRMATION

I, Brian Villante, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of M.V.P. Financial, LLC, as of December 31, 192002, 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

Managing Member  
Title

  
Notary Public

EILEEN MUSARRA  
Notary Public - State Of New York  
No. 01MU6057891  
Qualified In Suffolk County  
My Commission Expires Apr 30, 2003

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 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).

M.V.P. FINANCIAL, LLC  
FINANCIAL STATEMENTS AND  
SUPPLEMENTARY SCHEDULES  
PURSUANT TO RULE 17a-5 UNDER THE  
SECURITIES AND EXCHANGE ACT OF 1934  
AS OF DECEMBER 31, 2002 AND FOR THE YEAR THEN ENDED

M.V.P. FINANCIAL LLC  
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DECEMBER 31, 2002

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**MICHAEL J. MIRRAS**

Certified Public Accountant  
P.O. Box 504 - 360 Montauk Hwy.  
Wainscott, NY 11975  
Phone (631) 725-7798 Fax (631) 725-8262

To the Members of  
M.V.P. Financial, LLC:

In our opinion, the accompanying statement of financial condition and the related statements of revenue and expenses, changes in members' capital, and cash flows present fairly, in all material respects, the financial position of M.V.P. Financial, LLC as of December 31, 2002, and the results of its operations and its cash flow for the year then ended in conformity with accounting principles generally accepted in the United States of America. 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 audit. We conducted our audit of these statements in accordance with auditing standards generally accepted in the United States of America which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I and II is presented by management for the purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by Rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



March 25, 2003

**MICHAEL J. MIRRAS**

Certified Public Accountant  
P.O. Box 504 - 360 Montauk Hwy.  
Wainscott, NY 11975  
Phone (631) 725-7798 Fax (631) 725-8262

To the Members of  
M.V.P. Financial, LLC:

In planning and performing our audit of the financial statements and supplemental schedule of M.V.P. Financial, LLC (the "Company") for the year ended December 31, 2002, we considered its internal control, including control activities for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission (the "SEC"), we have made a study of the practices and procedures followed by the Company including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications and comparisons
2. Recordation of differences required by rule 17a-13
3. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System

The management of the Company is responsible for the establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of controls and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's above-mentioned objectives. Two of the objectives

of internal control and the practices and procedures are to provide management with reasonable but not absolute assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control or the practices and procedures referred to above, error or fraud may occur and not be detected. Also projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control components does not reduce to a relatively low level the risk that error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving internal control, including control activities for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that the practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at December 31, 2002 to meet the SEC's objectives.

This report recognizes that it is not practicable in an organization the size of M.V.P. Financial, LLC to achieve all the divisions of duties and cross-checks generally included in a system of internal control and that, alternatively, greater reliance must be placed on surveillance by management.

This report is intended solely for the information and use of the members, management, the SEC, the National Association of Securities Dealers, Inc. and other regulatory agencies that rely on rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than these specified parties.



March 22, 2003

M.V.P. Financial, LLC  
Statement of Financial Condition  
For the year ended December 31, 2002

Assets

Cash	\$ 174
Due from Broker	154,265
Marketable Securities at market value	682,688
Due from affiliates	108,139
Prepaid Expense	10,272
Deposits	21,401
Equipment (net of accumulated depreciation)	<u>31,803</u>

Total Assets \$ 1,008,742

Liabilities and Members' Capital

Liabilities

Accounts Payable	\$ 97,685
Loan Payable	<u>423,295</u>

Total Liabilities \$ 520,980

Members' Capital

Members' Capital	<u>487,762</u>
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Total Members' Capital 487,762

Total Liabilities and Members' Capital \$ 1,008,742

The Accompanying notes are an integral part of these Financial Statements



M.V.P. Financial, LLC  
Statement of Revenues and Expenses  
For the Year Ended December 31, 2002

Commission Revenues	\$ 1,181,089
Gain on Securities	216,537
Interest Income	64,173

Costs and Expenses

Advertising & Marketing	20,044
Clearance/ECN Charges	564,316
Commissions	605,626
Contributions	1,275
Depreciation	9,280
Insurance	42,210
Interest	28,774
Licenses and Fees	13,647
Market Data	63,503
Office	34,835
Professional Fees	57,856
Rent	83,775
Salaries and related expenses	178,201
Taxes	709
Telephone	29,937
Travel & Entertainment	<u>5,579</u>

Total Costs and Expenses	<u>1,739,567</u>
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Net Loss for the Period	<u>\$ (277,768)</u>
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The Accompanying notes are an integral part of these Financial Statements

M.V.P. Financial, LLC  
Statement of Changes in Members' Capital  
For the Year ended  
December 31, 2002

Balance as of January 1, 2002	\$ 415,530
Capital Contribution	350,000
Net Loss	<u>(277,768)</u>
Balance as of December 31, 2002	<u>\$ 487,762</u>

The Accompanying notes are an integral part of these Financial Statements

M.V.P. Financial, LLC  
Statement of Cash Flows  
For the Year ended  
December 31, 2002

Cash flows from operating activities:

Net Loss	\$ (277,768)
Adjustments to reconcile net income to net cash Used in operating activities:	
Depreciation	9,280
 (Increase) decrease in operating assets:	
Due from clearing broker	(133,336)
Due from affiliate	(87,472)
Other assets	<u>(73,585)</u>
 Cash used in Operating Activities	(562,881)
 (Decrease) increase in operating liabilities:	
Accounts Payable and other liabilities	<u>245,343</u>
 Net cash used in operating activities	<u>(317,538)</u>

Cash flows from financing activities:

Contribution from member	350,000
Leasehold improvements, furniture and equipment	<u>(32,288)</u>
 Net decrease in cash	174
 Cash at beginning of year	<u>0</u>
 Cash at end of year	<u>174</u>

The Accompanying notes are an integral part of these Financial Statements

M.V.P. Financial, LLC  
Computation of Net Capital and A.I.  
Of the Securities and Exchange Commission  
As of December 31, 2002

Schedule I

	Net Capital
Computation	
Members' Capital	\$ 487,762
Deductions and/or charges:	
Nonallowable assets	
Leasehold improvements, furniture and equipment	31,803
Due from an affiliate	108,139
Deposits	21,401
Other assets	10,272
Haircuts	<u>26,152</u>
Net Capital	<u>289,995</u>
Minimum Capital Requirement	<u>34,749</u>
Excess net capital	<u>\$ 255,246</u>

Statement Pursuant to Paragraph (d)(4) of Rule 17a-5

There are no material differences between this computation of net capital and the corresponding computation prepared by the Company and included in its unaudited December 31, 2002 FOCUS report.

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

Computation for Determination of Reserve  
Requirement and Information Relating to  
Possession or Control Requirements  
Under Rule 15c3-3 of the  
Securities and Exchange Commission  
As of December 31, 2002

Schedule II

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 in that the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraphs k(2)(ii) of that rule.

The Accompanying notes are an integral part of these Financial Statements

MICHAEL J. MIRRAS, CPA

M.V.P. Financial, LLC  
Notes to Financial Statement  
December 31, 2002

1. Organization and Business

M.V.P. Financial, LLC (the "Company") is a broker-dealer in securities registered with the Securities and Exchange Commission (the "SEC") and a member of the National Association of Securities Dealers, Inc.

All domestic securities transactions are cleared through a clearing broker on a fully-disclosed basis and, accordingly, the Company does not carry securities or futures accounts for these customers or perform custodian functions relating to the securities.

2. Summary of Significant Accounting Policies

**Basis of presentation**

These financial statements were prepared in conformity with accounting principles generally accepted in the United States of America which require 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 amounts of revenues and expenses during the reported period. Actual results could differ from these estimates.

**Revenue recognition**

All commission revenues and expenses are recorded on a trade date basis.

**Fixed Assets**

Furniture and equipment is depreciated on a straight-line basis and is calculated using the appropriate useful life.

**Fair value of financial instruments**

At December 31, 2002, substantially all of the Company's financial instruments are carried at fair value or amounts approximating fair value.

3. Taxes

M.V.P. Financial, LLC is treated as a limited partnership for tax purposes and accordingly is not subject to Federal and State taxes.

4. Net Capital Requirement

The Company, as a registered broker/dealer in securities, is subject to the Uniform Net Capital Rule (Rule 15c3-1) of the SEC, 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. December 31, 2002, the Company had net capital of \$ 289,995, which was \$255,246 in excess of its required net capital of \$34,749.

5. Off-Balance Sheet Risk

Pursuant to a clearance agreement, the Company introduces all of its securities transactions to its sole clearing broker on a fully disclosed basis. All of the customers' money balances and long and short security positions for these securities transactions are carried on the books of the clearing broker. Under certain conditions, as defined in the clearance agreement, the Company has agreed to indemnify the clearing broker for losses, if any, which the clearing broker may sustain from carrying securities transactions introduced by the Company. In accordance with the industry practice and regulatory requirements, the Company and the clearing broker monitor collateral on the securities transactions introduced by the Company. In addition, the due from clearing broker is pursuant to this clearance agreement.

In the normal course of business, the Company's customer activities involve 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.

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART 11A**

BROKER OR DEALER: **M.V.P. Financial, LLC**  
**225 Windmill Lane**  
**Southampton, NY 11969**

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND CERTAIN  
OTHER BROKERS OR DEALERS

As of: 12/31/02  
SEC FileNo.: 52606  
Firm ID#: 104133

**ASSETS**

	<u>Allowable</u>	<u>Non-Allowable</u>	<u>Total</u>
1. Cash	\$ 174	\$	\$ 174
2. Receivables from Brokers or Dealers			
B. Other	154,265		154,265
5. Securities and/or other investments not readily marketable:			
B. At estimated fair value	682,688		682,688
10. Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization		31,803	31,803
11. Other assets		<u>139,812</u>	<u>139,812</u>
12. Total Assets	<u>\$ 837,127</u>	<u>\$ 171,615</u>	<u>\$1,008,742</u>

**LIABILITIES AND OWNERSHIP EQUITY**

	<u>A.I.</u> <u>Liabilities</u>	<u>Non-A.I.</u> <u>Liabilities</u>	<u>Total</u>
<b><u>LIABILITIES</u></b>			
17. Accounts payable, accrued liabilities, expenses and other	\$ 97,685		\$ 97,685
18. Notes and mortgages payable:			
A. Unsecured	<u>423,295</u>		<u>423,295</u>
20. Total Liabilities	\$ 520,980		\$ 520,980
<b><u>MEMBERSHIP CAPITAL</u></b>			
22. Members' Contributions	\$ 980,075		\$ 980,075
23. D. Undistributed P&L			(492,313)
24. Total Members' Capital			\$ 487,762
25. Total Liabilities and Members' Capital			<u>\$ 1,008,742</u>



M.V.P. Financial, LLC  
Statement of the Computation of the Minimum Capital Requirement  
As of December 31, 2002

**Computation of Net Capital**

1. Total Ownership equity from Statement of Financial Condition	\$ 485,179
2. Deduct ownership equity not allowable for Net Capital	<u>(0)</u>
3. Total ownership equity qualified for Net Capital	\$ 485,179
6. Deductions and/or charges:	
A. Total non-allowable assets from Statement of Financial Condition	\$ <u>169,033</u>
D. Other deductions and/or charges	\$ (169,033)
8. Net Capital before haircuts on securities positions	\$ 316,146
9. Haircuts	26,151
10. Net Capital	\$ 289,995

**Computation of Net Capital Requirement**

Part A

11. Minimum net capital required	\$ 34,749
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note(A)	\$ 30,000
13. Net capital requirement	\$ 30,000
14. Excess net capital	\$ 404,558
15. Excess net capital at 1000%	\$ 264,048

**Computation of Aggregate Indebtedness**

16. Total A.I. Liabilities from Statement of Financial Condition	\$ 520,980
19. Total aggregate indebtedness	\$ 520,980
20. Percentage of aggregate indebtedness to net capital	%
21. Percentage of debt to debt equity total computed in accordance with Rule 15C3-1(d)	%

**Computation of Alternate Net Capital Requirement**

Part B

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15C3-3 prepared as of the date of the net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$
24. Net Capital requirement	\$
25. Excess capital	\$
26. Net capital in excess of the greater of:	
A. 5% of combined aggregate debit items or \$120,000	<u>\$</u>