

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

() Check this box if no longer subject to Section 16.

Form 4 or Form 5 obligations may continue. See Instructions 1(b).

1. Name and Address of Reporting Person
 Frost, Dr. Phillip
 c/o IVAX Corporation
 4400 Biscayne Boulevard
 Miami, FL 33137
 USA
2. Issuer Name and Ticker or Trading Symbol
 Ladenburg Thalmann Financial Services Inc.
 LTS
3. IRS or Social Security Number of Reporting Person (Voluntary)
4. Statement for Month/Year
 August 31, 2001
5. If Amendment, Date of Original (Month/Year)
6. Relationship of Reporting Person(s) to Issuer (Check all applicable)
 (X) Director (X) 10% Owner () Officer (give title below) () Other
 (specify below)
7. Individual or Joint/Group Filing (Check Applicable Line)
 () Form filed by One Reporting Person
 (X) Form filed by More than One Reporting Person

<TABLE>
 <CAPTION>

Table I -- Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned									
1. Title of Security	2. Date	3. Code	4. Amount	5. Securities Acquired (A) or Disposed of (D)		6. Amount of Securities Beneficially Owned at End of Month	7. Date	8. Nature of Indirect Beneficial Ownership	
				A	D			Price	End of Month
Common Stock, par value \$0.001 per share	8/2/01	P	5,000	A		\$1.78		D	
Common Stock, par value \$0.001 per share	8/27/01	P	21,500	A		\$1.20	653,766	D	
Common Stock, par value \$0.001 per share							650,000	I	(1)

<CAPTION>

Table II -- Derivative Securities Acquired, Disposed of, or Beneficially Owned											
1. Title of Derivative Security	2. Conversion or Exercise Price of Derivative Security	3. Date	4. Code	5. Amount	6. Date Exercisable or Disposed of	7. Title and Amount of Underlying Securities	8. Price of Derivative Security	9. Number of Derivative Securities	10. Nature of Indirect Beneficial Ownership		
									(D) or (I)	(D) or (I)	
8-1/2% Senior Convertible Promissory Notes due December 31, 2005	\$1.54	8/31/01	J	6,497,475	Immed	Common Stock \$0.001 par value	6,497,475	16,497,475	I	(1)	
Common Stock Purchase Warrant (right to buy)	\$1.00	8/31/01	A	100,000	Immed	Common Stock \$0.001 par value	100,000	100,000	I	(1)	

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Explanation of Responses:

(1) These shares are held by Frost-Nevada, Limited Partnership of which the reporting person is the sole limited partner and sole shareholder of Frost-Nevada Corporation, the sole general partner.

(2) This senior convertible promissory note was previously reported as a senior convertible promissory note with an initial conversion price of \$2.00 per share, but the conversion price was adjusted down to \$1.5390594 pursuant to the terms of the Loan Agreement, dated as of February 8, 2001, as amended, between the Issuer and Frost-Nevada, Limited Partnership under which the note was issued. The number of shares issuable upon conversion of the note may be further increased as a result of further adjustment to the conversion price of the note.

FROST-NEVADA, LIMITED PARTNERSHIP
 /s/ Phillip Frost,
 M.D.

BY LIMITED PARTNER
 Phillip Frost, M.D., Authorized Signatory

SIGNATURE OF REPORTING PERSON

/s/ Dr. Phillip Frost

DATE

August 31, 2001