

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 WASHINGTON, D.C. 20549
 FORM 4

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

4400 Biscayne Boulevard
 Miami, FL 33137-3227
 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, 2002

5. If Amendment, Date of Original (Month/Year)

6. Relationship of Reporting Person(s) to Issuer (Check all applicable)
 () 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. Transaction Date	3. Code	4. Securities Acquired (A) or Disposed of (D) Amount	5. Amount of Securities Beneficially Owned at End of Month	6. Director or Indirect	7. Nature of Indirect Beneficial Ownership
Common Stock, par value \$0.001 per share	07/26/02	P	25,000	\$0.1327	I	(1)
Common Stock, par value \$0.001 per share	08/26/02	P	12,000	\$0.34	I	(1)
Common Stock, par value \$0.001 per share	08/30/02	P	8,500	\$0.33	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. Transaction Date	4. Derivative Acquired (A) or Disposed of (D) Amount	5. Number of Derivative Securities Acquired (A) or Disposed of (D) Amount	6. Date Exercisable and Expiration Date	7. Title and Amount of Underlying Securities	8. Price of Derivative Security	9. Number of Derivative Securities Beneficially Owned at End of Month	10. Director or Indirect	11. Nature of Indirect Beneficial Ownership
Common Stock Purchase Warrant (right to buy)	\$1.00	(2)	J	100,000	Immed 08/31/06	Common Stock, par value \$0.0001 per share	100,000	100,000	I	(1) (2)

</TABLE>

Explanation of Responses:

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

(2) On 1/18/02, Frost-Nevada, Limited Partnership assigned these warrants to Frost Gamma Limited Partnership.

JOINT

FILERS

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

By Frost-Nevada Corporation, General Partner, by Phillip Frost, M.D.,
 President
 FROST-GAMMA LIMITED PARTNERSHIP
 /s/ Phillip Frost,

M.D.

By Frost Gamma Inc., General Partner, by Phillip Frost, M.D.,
President

SIGNATURE OF REPORTING PERSON

/s/ Phillip Frost, M.D.

DATE

September 2, 2002