SMITH LENNY S Form 4 December 30, 2002

U.S. SECURITIES AND EXCHANGE COMMISSION Washington, DC 20549

FORM 4

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(f) of the Investment Company Act of 1940

	(f) of the Investment	_	
[_] Check box if no longer may continue. See In:		on 16.	. Form 4 or Form 5 obligations
1. Name and Address of D	 Reporting Person*		
Smith	L.		S.
(Last)	 (First)		(Middle)
	519 I-3-, Suite	243	
	(Street)		
Rockwall	Texas		75087
(City)	(State)		(Zip)
2. Issuer Name and Ticke	er or Trading Symbol		
DGSE Companies, Inc. (DGS)	Ε)		
3. IRS Identification No	umber of Reporting Pe	erson,	if an Entity (Voluntary)
4. Statement for Month/I	Day/Year		
December 27, 2002			
5. If Amendment, Date of	f Original (Month/Day	/Year	c)
6. Relationship of Report (Check all applicable		er	
<pre>[X] Director [X] Officer (give to the content of the content</pre>	itle below)		10% Owner Other (specify below)
Chief Executive Officer,	Chairman & Secretary		

7.	Individual	or	Joint/Group	Filing	(Check	applicable	line)
----	------------	----	-------------	--------	--------	------------	-------

[X] Form filed by one Reporting Person

[_] Form filed by more than one Reporting Person

Table I -- Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

· ------

			3. Transaction Code	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)			
					(A)	Price	
					(D)		
Common Stock	12/27/02		P	600	A	1.00	
Common Stock	12/27/02		P	900	А	1.02	

^{*} If the Form is filed by more than one Reporting Person, see Instruction $4\,\mathrm{(b)}\,\mathrm{(v)}$.

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

(Print or Type Response) (Over)

FORM 4 (continued)

Table II -- Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) ______

1	2. Conversion or Exercise Price of Deriv-	action Date	s- cution action or Disposed Expiration Date, Code of (D) (Month/Day/Your if any (Instr. (Instr. 3,	Trans- action Code (Instr.	Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3,		Date Exercisable and Expiration Date		7. Title and Amount of Underlying Securities (Instr. 3 and 4)	
1. Title of										Amount or
Derivative Security	ative Secur-	(Month/ Day/		Expira- tion		Number of				
(Instr. 3)	ity 	Year)	Year)	Code V	(A)	(D)	cisable	Date	Title	Shares
Explanation o	of Respons	ses:								
/s/ L.S. Smith					Dece	ember 27,	2002			
**Signature of Reporting Person						Date	<u>:</u>			

Intentional misstatements or omissions of facts constitute Federal Criminal Violations.

Date

See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, see Instruction 6 for procedure.