



DIVISION OF
CORPORATION FINANCE

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

March 22, 2012

Via E-mail

W.H. Oyster

Chairman of the Board and Chief Executive Officer

DGSE Companies, Inc.

11311 Reeder Road

Dallas, Texas 75229

Re: DGSE Companies, Inc.
Item 4.02 of Form 8-K
Filed February 17, 2012 and March 2, 2012
File No. 1-11048

Dear Mr. Oyster:

We have completed our review of your filing. We remind you that our comments or changes to disclosure in response to our comments do not foreclose the Commission from taking any action with respect to the company or the filing and the company may not assert staff comments as a defense in any proceeding initiated by the Commission or any person under the federal securities laws of the United States. We urge all persons who are responsible for the accuracy and adequacy of the disclosure in the filing to be certain that the filing includes the information the Securities Exchange Act of 1934 and all applicable rules require.

Sincerely,

/s/ Jim Allegretto for

William Thompson
Accounting Branch Chief