

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

ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

|   |                 |
|---|-----------------|
| OMB APPROVAL  |                 |
| OMB Number:   | 3235-0123       |
| Expires:  | August 31, 2020 |
| Estimated average burden<br>hours per response..... | 12.00           |

|                 |
|-----------------|
| SEC FILE NUMBER |
| 8-69243         |

FACING PAGE  
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 01/01/2018 AND ENDING 12/31/2018  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **JMG Securities, LLC**

OFFICIAL USE ONLY

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

FIRM I.D. NO.

**1270 Broadway - Suite 303**

(No. and Street)

**New York**

**NY**

**10001**

(City)

(State)

(Zip Code)

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

John Mugun Gil, CEO 212-203-2166

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

**Michael T. Remus CPA**

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

**PO Box 2555**

**Hamilton Square**

**NJ**

**08690**

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:



Certified Public Accountant



Public Accountant



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

FOR OFFICIAL USE ONLY

\*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-5(e)(2)

## OATH OR AFFIRMATION

I, John Mugun Gil, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of JMG Securities, LLC, as of December 31, 2018, 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:

**no exceptions**

Signature

CEO / Managing Member

Title

Notary Public

DAVID HASCUP  
NOTARY PUBLIC  
State of New Jersey  
My Commission Expires  
January 19, 2022

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.
- ☐ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' 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).**

**JMG SECURITIES, LLC**  
**STATEMENT of FINANCIAL CONDITION**  
**DECEMBER 31, 2018**

**MICHAEL T. REMUS**  
*Certified Public Accountant*

P.O. Box 2555  
Hamilton Square, NJ 08690

**Tel:** 609-540-1751

**Fax:** 609-570-5526

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To: The Member  
**JMG Securities, LLC**

**Opinion on the Financial Statement**

I have audited the accompanying statement of financial condition of JMG Securities, LLC as of December 31, 2018, and the related notes (collectively referred to as the financial statement). In my opinion, the statement of financial condition presents fairly, in all material respects, the financial position of JMG Securities, LLC as of December 31, 2018 in conformity with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

This financial statement is the responsibility of JMG Securities, LLC's management. My responsibility is to express an opinion on JMG Securities, LLC's financial statement based on my audit. I am a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and I am required to be independent with respect to JMG Securities, LLC in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

I conducted my audit in accordance with the standards of the PCAOB. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement, whether due to error or fraud. My audit included performing procedures to assess the risks of material misstatement of the financial statement, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. My audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. I believe that my audit provides a reasonable basis for my opinion.

*Michael T. Remus*

I have served as JMG Securities, LLC's auditor since 2018.

Michael T. Remus, CPA  
Hamilton Square, New Jersey  
March 4, 2019

**JMG SECURITIES, LLC**  
**STATEMENT OF FINANCIAL CONDITION**  
**DECEMBER 31, 2018**

| <b>Assets</b>   |           |               |
|---|-----------|---------------|
| Cash  | \$        | 52,172        |
| Prepaid expenses  |           | 2,392         |
| Furniture and equipment ( <i>net of accumulated depreciation of \$6,770</i> ) |           | 214           |
| <hr/>   |           |               |
| <b>Total assets</b>   | <b>\$</b> | <b>54,778</b> |
| <hr/>   |           |               |
| <b>Liabilities and Member's Capital</b>                                       |           |               |
| <b>Liabilities</b>  |           |               |
| Accounts and accrued expenses payable   | \$        | 210           |
| <hr/>   |           |               |
| <b>Total liabilities</b>  |           | <b>210</b>    |
| <hr/>   |           |               |
| <b>Member's capital</b>   |           |               |
| Member's capital  |           | 54,568        |
| <hr/>   |           |               |
| <b>Total member's capital</b>   |           | <b>54,568</b> |
| <hr/>   |           |               |
| <b>Total liabilities and member's capital</b>                                 | <b>\$</b> | <b>54,778</b> |

*See accompanying notes to the financial statements.*

**JMG SECURITIES, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 2018**

---

**NOTE 1 – ORGANIZATION**

JMG Securities, LLC (“the Company”) is registered as Broker-Dealer in securities pursuant to Section 15 (b) of the Securities and Exchange Act of 1934. The Company was formed on January 9, 2013 in the State of Delaware.

The Company’s principal activities include private placements, providing consulting advice and providing referrals to other brokers.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The Company’s financial statements are prepared in accordance accounting principles generally accepted in the United States of America.

*Cash and cash equivalents*

The Company considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Cash equivalents are carried at cost, which approximates market value.

*Accounting basis*

The Company uses the accrual basis of accounting for financial statement reporting. Accordingly, revenues are recognized when performance obligations are satisfied and expenses realized when the obligation is incurred.

*Income taxes*

The Company is treated as a disregarded entity for federal and state income tax reporting purposes and, thus no federal or state income tax expense has been recorded in the financial statements. Taxable income of the Company is passed through to its member and reported on his individual tax return.

**JMG SECURITIES, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2018**

---

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires 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 reported amounts of revenues and expenses during the reported period. Actual results may differ from these estimates.

*New Accounting Standards Not Yet Adopted*

In February 2016, the FASB issued a new accounting pronouncement regarding lease accounting for reporting periods beginning after December 15, 2019. A lessee will be required to recognize on the balance sheet, the assets and liabilities for leases with lease terms of more than 12 months. Management is currently evaluating the effect this pronouncement will have on the financial statements and related disclosures.

**NOTE 3 - PROPERTY AND EQUIPMENT**

Property and equipment consists of the following:

|                                |               |
|--------------------------------|---------------|
| Office equipment               | \$ 6,384      |
| Furniture                      | 600           |
|                                | <hr/> 6,984   |
| Less: accumulated depreciation | <hr/> (6,770) |
| Property and equipment, net    | <hr/> \$ 214  |

Depreciation expense for the year ended December 31, 2018 was \$86

**JMG SECURITIES, LLC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2018**

---

**NOTE 4 – NET CAPITAL REQUIREMENTS**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (rule 15c3-1), which requires maintaining a minimum net capital and requires that the rate of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. The Company is required to maintain minimum net capital of \$5,000. At December 31, 2018, the Company had net capital of \$51,962 and \$46,962 of excess net capital. At December 31, 2018, the Company's aggregate indebtedness to net capital ratio was .004 to 1.

**NOTE 5 – SUBSEQUENT EVENTS**

The Company voluntarily withdrew its membership from FINRA in January 9, 2019, the effective date of the termination will be March 10, 2019.

The Company evaluated subsequent events occurring until March 4, 2019 the date the financial statements were issued and believes there are no other subsequent events requiring adjustment or disclosures to the financial statements.