

**FREEDOM INVESTMENTS, INC.**  
**(S.E.C. I.D. No. 8-47883)**

**STATEMENT OF FINANCIAL CONDITION AS OF DECEMBER 31, 2023**  
**AND**  
**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

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**Filed pursuant to Rule 17a-5(e)(3) under**  
**the Securities Exchange Act of 1934**  
**as a public document**

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

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

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Information Required Pursuant to Rules 17a-5, 17a-12, and 18a-7 under the Securities Exchange Act of 1934

FILING FOR THE PERIOD BEGINNING 01/01/2023 AND ENDING 12/31/2023  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: Freedom Investments, Inc.

TYPE OF REGISTRANT (check all applicable boxes):

☒ Broker-dealer ☐ Security-based swap dealer ☐ Major security-based swap participant  
☐ Check here if respondent is also an OTC derivatives dealer

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

375 Raritan Center Parkway  
(No. and Street)  
Edison NJ 08837  
(City) (State) (Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS REPORT

Albert G. Lowenthal 212-668-5782 Albert.Lowenthal@opco.com  
(Name) (Area Code - Telephone No.) (Email Address)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose reports are contained in this filing\*

Deloitte & Touche LLP  
(Name - if individual, state last, first, middle name)  
30 Rockefeller Plaza New York New York 10112  
(Address) (City) (State) (Zip Code)  
10/20/2003 34  
(Date of Registration with PCAOB)(if applicable) (PCAOB Registration Number, if applicable)

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\* Claims for exemption from the requirement that the annual reports be covered by the reports of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis of the exemption. See 17 CFR 240.17a-5(e)(1)(ii), if applicable.

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| ( ) (z) Other:   |                   |

*\*\*To request confidential treatment of certain portions of this filing, see 17 CFR 240.17a-5(e)(3) or 17 CFR 240.18a-7(d)(2), as applicable.*



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## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Directors and Equity Owner of Freedom Investments, Inc.

### **Opinion on the Financial Statement**

We have audited the accompanying statement of financial condition of Freedom Investments, Inc. (the "Company") as of December 31, 2023, and the related notes (collectively referred to as the "financial statement"). In our opinion, the financial statement presents fairly, in all material respects, the financial position of the Company as of December 31, 2023, in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

The financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Company in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we 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.

Our 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 statement. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that our audit of the financial statement provides a reasonable basis for our opinion.

A handwritten signature in black ink that reads "Deloitte &amp; Touche LLP".

February 27, 2024

We have served as the Company's auditor since 2013.

**Freedom Investments, Inc.**  
**Statement of Financial Condition**  
**December 31, 2023**

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**Assets**

|                                  |    |                  |
|----------------------------------|----|------------------|
| Cash                             | \$ | 1,111,804        |
| Due from parent, clearing broker |    | 3,033,888        |
| Income tax receivable            |    | 4,913            |
| Other assets                     |    | 20,973           |
| Total assets                     |    | <u>4,171,578</u> |

**Liabilities and Stockholder's Equity**

|                                      |  |               |
|--------------------------------------|--|---------------|
| Due to parent                        |  | 43,947        |
| Accrued expenses & other liabilities |  | 11,195        |
| Total liabilities                    |  | <u>55,142</u> |

**Stockholder's Equity**

|  |    |                  |
|--|----|------------------|
| Common stock, \$1 par value, 1,000 shares authorized, issued and outstanding |    | 1,000            |
| Additional paid-in capital   |    | 4,716,394        |
| Cumulative deficit   |    | <u>(600,958)</u> |
| Total stockholder's equity   |    | <u>4,116,436</u> |
| Total liabilities and stockholder's equity                                   | \$ | <u>4,171,578</u> |

The accompanying notes are an integral part of the Statement of Financial Condition.

**Freedom Investments, Inc.**  
**Notes to The Statement of Financial Condition**  
**December 31, 2023**

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**1. Organization**

Freedom Investments, Inc. (the “Company”), a Delaware Corporation, was organized in November 1994 and is a registered broker-dealer under the Securities Exchange Act of 1934. The Company is a member of the Financial Industry Regulatory Authority (“FINRA”). The Company provides online investing as well as discount brokerage services to individual investors throughout the United States.

The Company is a wholly-owned subsidiary of Oppenheimer & Co. Inc. (the “Parent”) whose ultimate parent is Oppenheimer Holdings Inc., a Delaware public corporation. The Company has a clearing agreement with the Parent to clear its security transactions on a fully disclosed basis.

**2. Significant Accounting Policies**

The Statement of Financial Condition has been prepared in conformity with accounting principles generally accepted in the United States of America. The preparation of the Statement of Financial Condition in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the Statement of Financial Condition. Actual results could differ from those estimates.

***Cash and Cash Equivalents***

The Company defines cash equivalents as highly liquid investments with original maturities of less than 90 days that are not held for sale in the ordinary course of business.

***Income Taxes***

The Company accounts for income taxes under the asset and liability method, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the Statement of Financial Condition. Under this method, deferred tax assets and liabilities are determined on the basis of the differences between the statement of financial condition and tax bases of assets and liabilities using enacted tax rates in effect for the year in which the differences are expected to reverse.

The Company recognizes deferred tax assets to the extent it believes these assets are more likely than not to be realized. In making such a determination, the Company considers all available positive and negative evidence, including future reversals of existing taxable temporary differences, projected future taxable income, tax-planning strategies, and the results of recent operations.

Uncertain tax positions are recorded on the basis of a two-step process whereby (1) the Company determines whether it is more likely than not that the tax positions will be sustained on the basis of the technical merits of the position and (2) for those tax positions that meet the more-likely-than-not recognition threshold the Company recognizes the largest amount of the tax benefit that is more than 50 percent likely to be realized upon ultimate settlement with the related tax authority.

**Freedom Investments, Inc.**  
**Notes to The Statement of Financial Condition**  
**December 31, 2023**

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**3. Net Capital Requirement**

As a registered broker-dealer, the Company is subject to the Securities and Exchange Commission's Uniform Net Capital Rule 15c3-1, which requires that net capital, as defined, shall be the greater of \$100,000, or of 6-2/3% of aggregate indebtedness, as defined. At December 31, 2023, the Company had net capital of \$4,090,224 which exceeded minimum capital requirements by \$3,990,224.

**4. Income Taxes**

As of December 31, 2023, the Company has no deferred tax assets or liability.

The Company is subject to taxation in the U.S. and various state and local jurisdictions. As of December 31, 2023, generally, the Company's tax years 2018 and forward are subject to examination by the taxing authorities. Where tax returns have not been filed, the statute of limitations remains open indefinitely.

As of December 31, 2023, the Company has no unrecognized tax benefits. The Company's management does not expect the total amount of unrecognized tax benefits will materially change over the next twelve months.

**5. Related Party Transactions**

The Company has a clearing agreement with the Parent to clear its security transactions on a fully disclosed basis. In the event a fully disclosed customer is unable to fulfill its contractual obligation to the Parent, the Company may be exposed to off-balance sheet risk. Pursuant to the terms of the agreements between the Company and the Parent, the Parent has the right to charge the Company for losses that result from a counterparty's failure to fulfill its contractual obligations. As the right to charge the Company has no maximum amount and applies to all trades executed through the Parent, the Company believes there is no maximum amount assignable to this right. At December 31, 2023, the Company has recorded no liabilities with regard to the right. In addition, the Company has the right to pursue collection or performance from the counterparties who do not perform under their contractual obligations.

Cash of \$3,033,888 is held in the Company's brokerage account with the Parent. The Company is included in the Parent's calculation of reserve requirements for the proprietary accounts of brokers.

At December 31, 2023, the Company had an amount due to the Parent of \$43,947.

**6. Subsequent Events**

The Company has performed an evaluation of events that have occurred since December 31, 2023 and through the date on which the Statement of Financial Condition was issued, and determined that there are no events that have occurred that would require recognition or additional disclosure.