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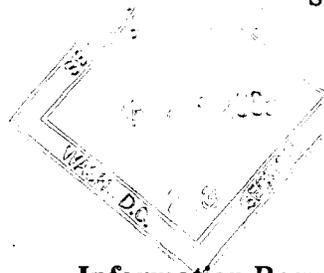


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**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

A

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|-----------------|
| SEC FILE NUMBER |
| 8- 65684 |

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 1/01/04 AND ENDING 12/31/04
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Brundyn Securities, Inc.

| |
|-------------------|
| OFFICIAL USE ONLY |
| FIRM I.D. NO. |

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

320 Decker Drive Suite 112

(No. and Street)

Irving

Texas

75062

(City)

(State)

(Zip Code)

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

R W Stout

817-461-0179

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Grant & Associates, LLC

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

601 N. Congress Avenue, Suite #425 Delray Beach, FL 33445

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

PROCESSED

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FOR OFFICIAL USE ONLY

THOMSON
FINANCIAL

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*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)

Handwritten notes

SEC 1410 (06-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, R. W. Stout, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Brundyn Securities, Inc., as of December 31, 2004, 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:

[Signature]
Signature
PRESIDENT
Title



[Signature]
Notary Public

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 15c3-3 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).

REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS

Managers and Members
Brundyn Securities, Inc.

We have audited the accompanying balance sheet of Brundyn Securities, Inc. as of December 31, 2004 and the statements of Income and Cash Flows for the year then ended, that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluation the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statement referred to above present fairly, in all material respects, the financial position of Brundyn Securities, Inc. as of December 31, 2004 and the statements of income and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.



Delray Beach, Florida
February 11, 2005

BRUNDYN SECURITIES, INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2004

ASSETS

CURRENT ASSETS

| | |
|---|------------------|
| Cash and Cash Equivalents | \$101,447 |
| Deposit with Clearing Organization | 25,000 |
| Receivables from Clearing Organizations | 362,931 |
| Due from Related Parties | <u>42,000</u> |
| TOTAL ASSETS | <u>\$531,378</u> |

LIABILITIES AND STOCKHOLDERS' EQUITY

LIABILITIES

| | |
|------------------------|-------------------|
| Accounts Payable | \$337,226 |
| Due to Related Parties | <u>51,064</u> |
| TOTAL LIABILITIES | <u>\$ 388,290</u> |

STOCKHOLDERS' EQUITY

| | |
|--|-------------------|
| Common Stock, \$0.01 Par Value, 1000 Shares Authorized, 250 Shares Issued and Outstanding | 2 |
| Additional Paid in Capital | 228,998 |
| Retained Earnings - Deficit | <u>(85,912)</u> |
| TOTAL STOCKHOLDERS' EQUITY | <u>\$ 143,088</u> |

| | |
|---------------------------------------|------------------|
| TOTAL LIABILITIES AND MEMBERS' EQUITY | <u>\$531,378</u> |
|---------------------------------------|------------------|

The Accompanying Notes Are an Integral Part of These Financial Statements

BRUNDYN SECURITIES, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDING DECEMBER 31, 2004

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|---|------------------------|
| Net Income (Loss) | \$ 8,143 |
| Adjustments to Reconcile Net Loss to Net Cash | |
| Changes in Operating Assets and Liabilities: | |
| Prepaid | 1,840 |
| Clearing Deposit | -0- |
| Accounts Receivable | (340,416) |
| Accounts Payable and Accrued Expenses | <u>316,935</u> |
| NET CASH PROVIDED BY (USED IN) | |
| OPERATING ACTIVITIES | \$ <u>(13,498)</u> |

CASH FLOWS FROM FINANCING ACTIVITIES

| | |
|--|----------------------|
| Capital Contributions | \$ 40,000 |
| Amounts Due to (from) Related Party, Net | <u>(10,173)</u> |
| NET CASH PROVIDED BY (USED IN) | |
| FINANCING ACTIVITIES | \$ <u>29,827</u> |

| | |
|---------------------------------|----------------------|
| Net Increase (Decrease) in Cash | 16,329 |
| Cash-Beginning of Period | \$ <u>85,118</u> |
| Cash-End of Period | <u>\$ 101,447</u> |

The Accompanying Notes Are and Integral Part of These Financial Statements

BRUNDYN SECURITIES, INC.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2004

| | |
|---|---------------------------|
| Commission Income | <u>\$1,201,480</u> |
| EXPENSES | |
| Employee Compensation and Benefits | 60,624 |
| Commission Expense | 1,048,587 |
| Clearing Costs | 366 |
| Consulting | 21,555 |
| Licenses and Registration Fees | 22,385 |
| Professional Fees | 20,979 |
| Occupancy | 5,500 |
| Other Expenses | <u>13,341</u> |
| TOTAL EXPENSES | <u>\$1,193,337</u> |
| NET INCOME | <u>\$ 8,143</u> |
| | |
| Retained Earnings - Deficit - Beginning | \$ <u>(94,055)</u> |
| Retained Earnings - Deficit - Ending | \$ <u>(85,912)</u> |

The Accompanying Notes Are an Integral Part of These Financial Statements

BRUNDYN SECURITIES, INC.
COMPUTATION OF NET CAPITAL
DECEMBER 31, 2004

NET CAPITAL

| | |
|--|----------------------|
| Total Stockholders' Equity Qualified for Net Capital | \$ 143,088 |
| Less: Nonallowable Assets | <u>42,000</u> |
| Net Capital | 101,088 |
| Net Capital Requirement | <u>50,000</u> |
| Net Capital in Excess of Requirement | \$ <u>51,088</u> |

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

| | |
|---|----------------------|
| Minimum Net Capital Requirement 6-2/3% of Aggregate Indebtedness | \$ <u>25,899</u> |
| Minimum Dollar Net Capital Requirement Introducing (Fully Disclosed) B-Ds that receive Customer Funds or Securities | \$ <u>50,000</u> |
| Net Capital Requirement = the Greater of 6-2/3% of Aggregate Indebtedness or \$50,000 | \$ <u>50,000</u> |

COMPUTATION OF AGGREGATE INDEBTEDNESS

| | |
|----------------------------------|-----------------------|
| Total Liabilities | \$ <u>388,290</u> |
| Total Aggregate Indebtedness | \$ <u>388,290</u> |

The Accompanying Notes Are an Integral Part of These Financial Statements

BRUNDYN SECURITIES, INC.
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2004

NOTE A THE COMPANY

The Company is a broker-dealer registered with the Securities and Exchange Commission (SEC) and the National Association of Securities Dealers (NASD). The Company was organized in the state of Delaware on October 11, 2002.

The Company is a fully disclosed broker-dealer.

NOTE B SIGNIFICANT ACCOUNTING POLICIES

CASH AND CASH EQUIVALENTS

Cash equivalents are highly liquid investments, with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

DUE TO/FROM RELATED PARTIES

These entities, related by common ownerships, have advanced monies on behalf of the Company.

NOTE C NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Capital Rules (SEC Rule 15.3-1) which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1. At December 31, 2004, the Company had net capital of \$101,088 which was \$51,088 in excess of its required net capital of \$50,000. The Company's net capital ratio was 3.84 to 1.

BRUNDYN SECURITIES, INC.
RESPONSES TO VARIOUS BOXES

(d) N/A
(e) N/A
(f) N/A
(h) N/A
(i) N/A
(j) N/A
(k) N/A
(m) N/A

BRUNDYN SECURITIES, INC.
REPORT OF ANY MATERIAL INADEQUACIES

Based on our audit of the Company at December 31, 2004, there has been no material inadequacies found to exist.