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SECURITIES

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



SEC FILE NUMBER
8- 35084

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 04/01/2004 AND ENDING 03/31/2005
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: SoCal Securities

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

24351 Pasto Road, Suite B

(No. and Street)

Dana Point, CA 92629

(City)

(State)

(Zip Code)

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

Jehu Hand, CEO

(949) 488-2900

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Mantayla McReynolds, LLC

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

5872 South 900 East, Suite 250, Salt Lake City, Utah 84121

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

PROCESSED
JUL 15 2005
THOMSON
FINANCIAL

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)

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SEC 1410 (06-02)

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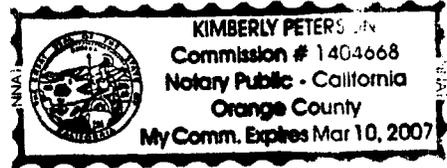
OATH OR AFFIRMATION

I, Jehu Hand, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of SoCal Securities, as of March 31, 2005, 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:

None

[Signature]
Signature
Chief Executive Officer
Title

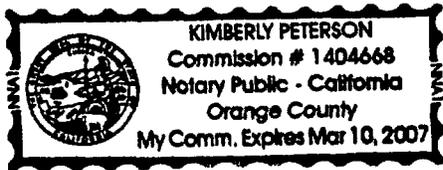
Kimberly Peterson
Notary Public



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).



SoCal Securities

FINANCIAL STATEMENTS

March 31, 2005

[INDEPENDENT AUDITORS' REPORT]

CRD # 017788

SoCal Securities

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Mantyla McREYNOLDS LLC

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INDEPENDENT AUDITORS' REPORT

Board of Directors and Stockholders
SoCal Securities
Salt Lake City, Utah

We have audited the accompanying Statement of Financial Condition of SoCal Securities as of March 31, 2005, and the related statements of stockholders' equity/(deficit), operations, and cash flows for the year ended March 31, 2005. 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 of America. Those 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 statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SoCal Securities as of March 31, 2005, and the results of operations and cash flows for the year ended March 31, 2005, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supporting schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 of the Securities and Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying financial statements have been prepared assuming that SoCal Securities will continue as a going concern. As discussed in Note B to the financial statements, the Company has accumulated losses and has not had significant operations. This issue raises substantial doubt about its ability to continue as a going concern. Management's plans in regard to these matters are also described in Note B. The financial statements do not include any adjustment that might result from the outcome of this uncertainty.



Mantyla McReynolds, LLC
May 24, 2005
Salt Lake City, Utah

5872 South 900 East, Suite 250 • Salt Lake City, Utah 84121 • (801) 269-1818 • Fax (801) 266-3481

SoCal Securities
Statement of Financial Condition
March 31, 2005

Assets

Current Assets

Cash and cash equivalents - Note A \$ 5.952

Total Current Assets 5.952

Total Assets \$ 5.952

Liabilities and Stockholders' Deficit

Liabilities

Current Liabilities

Accounts Payable \$ 15.421

Franchise Taxes Payable 800

Total Current Liabilities 16.221

Long-term Liabilities

Long-term Liabilities -

Total Long-term Liabilities -

Total Liabilities 16.221

Stockholders' Deficit

Common Stock -- 100,000 shares authorized, no par value
10,000 shares issued and outstanding 10,000

Additional paid-in capital 26,742

Accumulated Deficit (47,011)

Total Stockholders' Deficit (10,269)

Total Liabilities and Stockholders' Equity \$ 5.952

See accompanying notes to financial statements

SoCal Securities
Statement of Operations
For the years ended March 31, 2005

	<u>Year ended</u> <u>March 31, 2005</u>
Revenues	
Interest and Dividends	\$ 32
Total Revenue	<u>32</u>
Expenses	
Occupancy	4,891
Other Expenses	15,421
Total General and Administration Expenses	<u>20,312</u>
Net Loss Before Taxes	<u>(20,280)</u>
Other Expense	
Provision for Income Taxes - Note C	800
Total Other Expense	<u>800</u>
Net Loss	\$ (21,080)
Basic loss per share	<u>\$ (2.11)</u>
Weighted average number of common shares outstanding	<u>10,000</u>

See accompanying notes to financial statements

SoCal Securities
Statement of Changes in Stockholder's Equity
For the Year Ended March 31, 2005

	Common Shares	Common Stock	Paid-In Capital	Accumulated Deficit	Total Stockholder's Equity
Balance, March 31, 2004	10,000	\$ 10,000	\$ 25,817	\$ (25,931)	\$ 9,886
Additional Paid In Capital			925		925
Net Loss for Year Ended 03/31/05				(21,080)	(21,080)
Balance, March 31, 2005	10,000	\$ 10,000	\$ 26,742	\$ (47,011)	\$ (10,269)

See accompanying notes to financial statements

SoCal Securities
Statement of Cash Flows
For the Year Ended March 31, 2005

	<u>Year ended</u> <u>March 31, 2005</u>
Cash Flows From Operating Activities	
Net Loss	\$ (21,080)
Adjustments to reconcile net income to net cash provided by operating activities:	
Increase (Decrease) in income Taxes Payable	800
Increase in current liabilities	<u>15,421</u>
Net Cash From Operating Activities	(4,859)
Cash Flows From Investing Activities	
Increase (Decrease) in related party loan receivable - Note E	<u>3,075</u>
Net Cash From Investing Activities	3,075
Cash Flows From Financing Activities	
Proceeds from Additional Paid-in Capital	<u>925</u>
Net Cash From Financing Activities	925
Net Increase in Cash	(859)
Beginning Cash Balance	<u>6,811</u>
Ending Cash Balance	<u><u>\$ 5,952</u></u>
Supplemental Disclosures	
Interest paid	\$ -
Income taxes paid	\$ -

See accompanying notes to financial statements

SoCal Securities
Notes to Financial Statements
March 31, 2005

NOTE A Summary of Significant Accounting Policies

Company Background

SoCal Securities is a Broker/Dealer offering investment services. The Company is registered as a Securities Broker/Dealer with the Securities and Exchange Commission [SEC] and the National Association of Securities Dealers [NASD]. The Company was originally incorporated under the laws of the State of California as Erlinger & Associates in April, 1985. They changed their name to Vista Financial Services Group and later to Eurocapital Partners, Inc. In April 1995, the Company changed its name to Stockdale Securities and finally to SoCal Securities on April 14, 1999. The Company does not carry customers' accounts or hold securities for the customers.

Basis of Accounting

The financial statements have been prepared using the accrual basis of accounting. Thus, revenues are recorded as earned and expenses are recorded as incurred. The Company reports financial statements on a fiscal year ending March 31.

Cash and Equivalents

Cash is comprised of cash on deposit in the bank and all highly liquid investments with a maturity of three months or less when purchased. The Company has \$5,952 as of March 31, 2005.

Income Taxes

The Company applies Statement of Financial Accounting Standard (SFAS) No. 109, "Accounting For Income Taxes," which requires the asset and liability method of accounting for income taxes. The asset and liability method requires that the current or deferred tax consequences of all events recognized in the financial statements are measured by applying the provisions of enacted tax laws to determine the amount of taxes payable or refundable currently or in future years. (See Note C below).

Net Loss Per Common Share

Net loss per common share is based on the weighted average number of shares outstanding.

Revenue Recognition

Securities transactions and the related gains and losses are recorded on trade dates. Commissions revenue and related expenses are recorded on a trade date basis, as earned or incurred.

NOTE A Summary of Significant Accounting Policies[continued]

Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in conformity with U. S. 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE B GOING CONCERN

The Company's financial statements are prepared using accounting principles generally accepted in the United States of America applicable to a going concern, which contemplates the realization of assets and liquidation of liabilities in the normal course of business. However, the Company has no significant source of revenue. Without realization of additional capital, it would be unlikely for the Company to continue as a going concern. It is management's plan to seek additional capital through the sale of its securities through private placement.

NOTE C Accounting for Income Taxes

The provision for income/franchise taxes on the statement of operations represents the minimum franchise tax payable to the State of California. No other provision has been made in the financial statements for income taxes because the Company has accumulated losses from operations since inception. Any deferred tax benefit arising from the operating loss carried forward is offset entirely by a valuation allowance since it is currently not likely that the Company will be sufficiently profitable in the near future to take advantage of the losses.

<u>Deferred Tax Asset</u>	<u>Balance</u>	<u>Tax</u>	<u>Rate</u>
Federal loss carryforward (expires through 2025)	47,011	7,052	15.00%
State loss carryforward (expires through 2020)	40,611	3,590	8.84%
Valuation allowance		<u>(10,642)</u>	
Deferred tax asset		\$ -	

The allowance has increased \$4,955 from \$5,687 as of March 31, 2004

NOTE D Reserve Requirements

The Company is exempt from the provisions of Rule 15c3-3 (per Paragraph K (2) (i)) under the Securities Exchange Act of 1934, as a broker or dealer which carries no customers' accounts and does not otherwise hold fund or securities of customers.

NOTE E Related Party Loan

The Company had advanced \$3,075 to an officer and shareholder. The advance was non-interest bearing, unsecured, and was paid back to the Company in this fiscal year.

SUPPORTING SCHEDULES

Our audit has been made primarily for the purpose of expressing an opinion on the basic financial statements, taken as a whole. The following supporting schedules, although not considered necessary for a fair presentation of the financial condition, changes in stockholder's equity, and income in conformity with U. S. generally accepted accounting principles, are presented for supplementary analysis purposes, and have been subjected to the audit procedures applied in the audit of the basic financial statements. The following schedules and statements pertain to the Company's reporting responsibilities to the Securities and Exchange Commission [SEC] and the National Association of Securities Dealers [NASD].

SoCal Securities
Computation of Net Capital
March 31, 2005

Total Stockholder's equity from statement of financial condition	(10,269)
Stockholder's equity not allowable for net capital	0
Add : Subordinated liabilities	<u>0</u>
Total net capital and allowable subordinated liabilities	(10,269)
Less: Non-allowable assets	<u>0</u>
Net capital before haircuts on securities	(10,269)
Less: Haircuts on securities	<u>0</u>
Net Capital	<u><u>(10,269)</u></u>

See auditors' report on supplementary information

SoCal Securities
Report of Reconciliation with Focus Filing
For the Year Ended March 31, 2005

Reconciliation of Assets and Liabilities

Total assets per audited statements	5,952
Change in Assets	<u>0</u>
Total assets per FOCUS report for the year Ended March 31, 2005	<u>5,952</u>
Total liabilities and stockholder's equity per audited statements	5,952
Change in liabilities	800
Difference in net income for year	<u>(800)</u>
Total liabilities and stockholder's equity per FOCUS report for the year Ended March 31, 2005	<u>5,952</u>

Reconciliation of Net Capital

Computation of net capital per audited statements	(10,269)
Audit disclosed differences in assets and liabilities	<u>800</u>
Net capital per FOCUS report for the year Ended March 31, 2005	<u>(9,469)</u>

See auditors' report on supplementary information

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Board of Directors and Stockholder
SoCal Securities
Dana Point, California

We have audited the financial statements of SoCal Securities as of and for the year ended March 31, 2005, and have issued our report thereon dated May 24, 2005. As part of our audit, we made a study and evaluation of the Company's system of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

The management of SoCal Securities is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of a system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with U. S. generally accepted accounting principles.

Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study and evaluation made for the limited purpose described in the first paragraph would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control of SoCal Securities taken as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness or inadequacy.

This report is intended solely for the use of management, the Securities and Exchange Commission and the National Association of Securities Dealers and should not be used for any other purpose.



Mantyla McReynolds, LLC
May 24, 2005
Salt Lake City, Utah