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

RECEIVED  
FEB 28 2006  
WASH. D.C. 213  
SECTION

SEC FILE NUMBER  
8-53355

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 01/01/2005 AND ENDING 12/31/2005  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

CENTURY PACIFIC SECURITIES, INC.  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

720 THIRD AVE, SUITE 1161

(No. and Street)

SEATTLE

WA

98104

(City)

(State)

(Zip Code)

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

SHU-MING CHANG

(206) 838-8786

(Area Code -- Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

SHEN AND COMPANY P.S.

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

815 S. WELLER ST NO 113

SEATTLE

WA

98104

(Address)

(City)

(State)

(Zip Code)

PROCESSED

CHECK ONE:

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

MAY 04 2006

THOMSON  
FINANCIAL

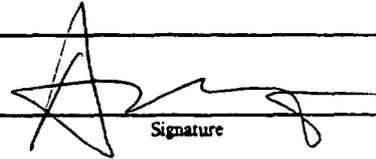
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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

**OATH OR AFFIRMATION**

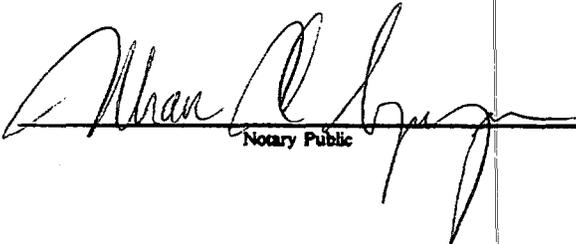
I, SHU-MING CHANG, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of CENTURY PACIFIC SECURITIES, INC., as of DECEMBER 31, 2005, are true and correct. I further swear (or affirm) that neither the company 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:

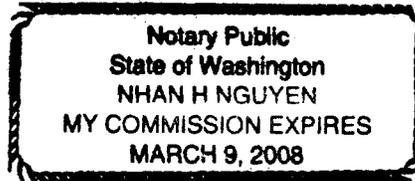
N/A

  
Signature

PRESIDENT

Title

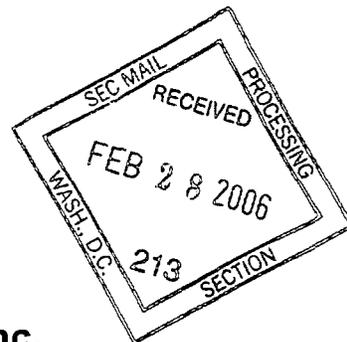
  
Notary Public



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 Proprietor's 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.
- (o) INDEPENDENT AUDITOR'S REPORT ON INTERNAL ACCOUNTING CONTROL.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).



**Century Pacific Securities, Inc.**

**Financial Statements**

**(With Independent Auditor's Report)**

**December 31, 2005**

**Shen and Company, P.S.  
Certified Public Accountants**

# Shen & Company P.S.

Certified Public Accountant

MEMBERS OF AMERICAN INSTITUTE  
OF  
CERTIFIED PUBLIC ACCOUNTANTS

815 S. Weller St. No. 113  
Seattle, WA 98104  
Telephone 206/343-0078  
Telecopier 206/343-9978

Board of Directors  
Century Pacific Securities, Inc.  
Seattle, Washington

We have audited the accompanying statement of financial condition of Century Pacific Securities, Inc. as of December 31, 2005, and the related statements of income, changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. 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 amount 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 Century Pacific Securities, Inc. as of December 31, 2005, and the results of their operations and their cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedule I is presented for the 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 Commission. 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 aspects in relation to the basic financial statements taken as a whole.

**SHEN AND COMPANY, P.S.**



February 24, 2006

**Century Pacific Securities, Inc.**  
**Statement of Financial Condition**  
**December 31, 2005**

**Assets**

Cash In Bank	\$ 35,680
Deposits with clearing organizations and others	15,000
Furniture, equipment and organization cost, at cost less accumulated depreciation and amortization of \$17,105	<u>15,465</u>
Total Assets	<u>\$ 66,145</u>

**Liabilities & Stockholders' Equity**

Liabilities - Accounts Payable	\$ 13,775
Stockholders' Equity	
Common Stock	31,871
Paid-In Capital	50,960
Retained Earnings	<u>(30,461)</u>
Total Liabilities & Stockholders' Equity	<u>\$ 66,145</u>

The accompanying notes are an integral part of these financial statements.

**Century Pacific Securities, Inc.**  
**Statement of Income**  
**For the Year ended December 31, 2005**

<u>Revenues</u>	
Commissions	\$ 51,514
Interest Income	18
	<hr/>
	51,532
<u>Expenses</u>	
Advertising	3,569
Auto Expenses	2,023
Bank Charge	58
Commission	19,540
Depreciation	984
Dues & Subscriptions	12,591
Insurance	3,755
Miscellaneous Expenses	1,110
Office Expenses	10,199
Professional Fee	56
Rent	2,800
Salaries	12,894
Taxes & License	1,007
Telephone	2,731
Travel	728
	<hr/>
Total Expenses	74,045
	<hr/>
Net Income	\$ <u><u>(22,513)</u></u>

The accompanying notes are an integral part of these financial statements.

**Century Pacific Securities, Inc.**  
**Statement of Changes In Stockholders' Equity**  
**For the Year ended December 31, 2005**

	Capital Stock		Additional Paid-in Capital	Retained Earnings	Treasury Stock
	Preferred	Common			
Balance at January 1, 2005	\$ 0	\$ 3,802	\$ 50,960	\$ (7,948)	\$ 0
Additional Contribution during 2005		28,069			
Net (Loss)				(22,513)	
Balances at December 31, 2005	\$ 0	\$ 31,871	\$ 50,960	\$ (30,461)	\$ 0

The accompanying notes are an integral part of these financial statements.

**Century Pacific Securities, Inc.**  
**Statement of Changes In Liabilities**  
**Subordinated to Claims and General Creditors**  
**For the Year ended December 31, 2005**

Subordinated Liabilities at January 1, 2005	\$	0
Increase		0
Decrease		<u>0</u>
Subordinated Liabilities at December 31, 2005	\$	<u><u>0</u></u>

The accompanying notes are an integral part of these financial statements.

**Century Pacific Securities, Inc.**  
**Statement of Cash Flows**  
**For the Year ended December 31, 2005**

<u>Cash Flows from Operating Activities</u>		
Net Income		\$ (22,513)
<u>Adjustments to reconcile Net Income to cash provided by Operating Activities:</u>		
Depreciation	\$ 984	
<u>Changes in Assets and Liabilities:</u>		
Increase in Accounts Payable	8,591	
Decrease in Prepaid Expenses	3,000	
Increase in Deposit	<u>(15,000)</u>	<u>(2,425)</u>
Net Cash Used in Operating Activities		(24,938)
<u>Cash Flows from Investing Activities</u>		
Increase in Equipment	<u>(10,548)</u>	
Net Cash Used in Investing Activities		(10,548)
<u>Cash Flows from Financing Activities</u>		
Additional Capital	<u>28,069</u>	
Net Cash Provided by Financing Activities		<u>28,069</u>
Net Decrease in Cash		(7,417)
Cash - beginning of year		<u>43,097</u>
Cash - end of year		<u>\$ 35,680</u>

The accompanying notes are an integral part of these financial statements.

**Century Pacific Securities, Inc.  
Notes to Financial Statements  
December 31, 2005**

**Note A – Summary of Significant Accounting Policies**

Nature of Operations

Century Pacific Securities, Inc. is a introductory broker/dealer. The Company is located in Seattle, Washington.

Basis of Accounting - Taxes

The Company has an accumulated loss of \$22,513. No provision for income tax is made accordingly.

**Note B – Furniture and Equipment**

Furniture and equipment are recorded at cost and depreciated over their estimates useful lives, using the straight-line method as follows:

	<u>December 31, 2005</u>	
	<u>Years</u>	<u>Total</u>
Furniture & Equipment	5 – 7	\$ 17,105
Less: Accumulated Depreciation		<u>( 1,640)</u>
		<u>\$ 15,465</u> =====

**Note C - Commitments**

At December 31, 2005, the Company is obligated under non-cancellable operating lease for office space. Minimum rental payments through the lives of the lease are as follows:

Year ending December 31, 2005:

2006	<u>\$ 2,640</u> =====
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**Schedule 1**  
**Century Pacific Securities, Inc.**  
**Computation of Net Capital Under Rule 15c3-1 of the**  
**Securities and Exchange Commission**  
**As of December 31, 2005**

<b>NET CAPITAL</b>		
Total stockholders' equity	\$	59,914
Deduct stockholders' equity not allowable for net capital		<u>0</u>
Total stockholders' equity qualified for net capital		59,914
Add:		
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital		0
B. Other (deductions) or allowable credits - deferred income taxes payable		<u>0</u>
Total capital and allowable subordinated liabilities		59,914
Deductible and/or charges		
A. Non-allowable assets		
Furniture, equipment, and leasehold improvement	\$ 15,465	
Other assets	<u>0</u>	<u>15,465</u>
Net capital before haircuts on securities positions		44,449
Haircuts on securities		<u>0</u>
<b>NET CAPITAL</b>	<b>\$</b>	<b><u>44,449</u></b>
<b>AGGREGATE INDEBTEDNESS</b>		
Items included in statement of financial condition		
Other accounts payable and accrued expenses		<u>13,775</u>
Total aggregate indebtedness	<b>\$</b>	<b><u>13,775</u></b>
<b>COMPUTATION OF BASIC NET CAPITAL REQUIREMENT</b>		
Minimum net capital required	<b>\$</b>	<b><u>5,000</u></b>
Excess net capital at 1500%	<b>\$</b>	<b><u>39,449</u></b>
Excess net capital at 1000%	<b>\$</b>	<b><u>43,071</u></b>
Ratio: Aggregate indebtedness to net capital		<u>0.30 to 1</u>

**RECONCILIATION WITH COMPANY'S COMPUTATION:**

There was no material difference between these computations and the computation included in the Company's Part IIA of Form X-17a-5 unaudited report as of December 31, 2005

# Shen & Company P.S.

Certified Public Accountant

MEMBERS OF AMERICAN INSTITUTE  
OF  
CERTIFIED PUBLIC ACCOUNTANTS

815 S. Weller St. No. 113  
Seattle, WA 98104  
Telephone 206/343-0078  
Telecopier 206/343-9978

Board of Directors  
Century Pacific Securities, Inc.  
Seattle, Washington

In planning and performing our audit of the financial statements of Century Pacific Securities, Inc. for the year ended December 31, 2005 we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

We also made a study of the practices and procedures followed by the Company in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and the procedures for determining compliance with the exemptive provisions of rule 15c3-3. We did not review the practices and procedures followed by the Company in making the quarterly securities examination, counts, verifications and comparisons, and the recordation of difference required by rule 17a-13 or in complying with the requirements for prompt payment for securities under section 8 Regulation T of the board of Governors of the Federal Reserve System, because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Commission's abovementioned objectives. Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use of disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the Specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within timely period by employees in the normal course of performing their assigned function. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish that objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practice and procedures were adequate at December 31, 2005, to meet the Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the New York Stock Exchange and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 and should not be used for any other purpose.

**SHEN AND COMPANY, P.S.**

*S and Coyly P.S.*

February 24, 2006