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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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

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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 01/01/05 AND ENDING 12/31/05
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **SECURE TREND FINANCIAL, LLC**

OFFICIAL USE ONLY
FIRM I.D. NO.

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

MARION (No. and Street) **NC** **28752**
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
ELIZABETH A. BURLESON (828) 659-8862
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
CF & Co., L.L.P.

14175 Proton Road (Name - if individual, state last, first, middle name) **Dallas** **TX** **75244**
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

PROCESSED

OCT 18 2006

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)

SEC 1410 (06-02)

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CA 10/17

OATH OR AFFIRMATION

I, ELIZABETH A. BURLESON, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of SECURE TREND FINANCIAL, LLC 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:

Elizabeth A. Burleson
Signature

Principal
Title

Lisa Buchanan
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).

SECURE TREND FINANCIAL, LLC
REPORT PURSUANT TO RULE 17a-5(d)
YEAR ENDED DECEMBER 31, 2005

SECURE TREND FINANCIAL, LLC

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CF & Co., L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS
& CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Secure Trend Financial, LLC

We have audited the accompanying statement of financial condition of Secure Trend Financial, LLC as of December 31, 2005, and the related statements of income, changes in members' equity, changes in liabilities subordinated to claims of general creditors, 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 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 Secure Trend Financial, LLC, as of December 31, 2005, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the Schedules I and II 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 under the Securities 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.

CF & Co., LLP

CF & Co., L.L.P.

Dallas, Texas
February 22, 2006

SECURE TREND FINANCIAL, LLC
Statement of Financial Condition
December 31, 2005

ASSETS

| | |
|---------------------------|-------------------|
| Cash and cash equivalents | \$ 102,859 |
| Accounts receivable | 23,696 |
| Other Assets | <u>760</u> |
| Total Assets | <u>\$ 127,315</u> |

LIABILITIES AND MEMBERS' EQUITY

| | |
|---------------------------------------|-------------------|
| Liabilities: | |
| Accounts payable | <u>\$ 20,981</u> |
| Total liabilities | <u>20,981</u> |
| Members' equity | <u>106,334</u> |
| Total Liabilities and Members' Equity | <u>\$ 127,315</u> |

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

SECURE TREND FINANCIAL, LLC
Statement of Income
For the Year Ended December 31, 2005

| | |
|--------------------------------|------------------|
| Revenues: | |
| Commissions | \$ 143,880 |
| Interest | 115 |
| | 143,995 |
| Expenses: | |
| Selling expenses | 4,191 |
| Registration and licenses | 2,025 |
| Operating expenses | 44,546 |
| | 50,762 |
| Net income before income taxes | 93,233 |
| Income tax expense | - |
| Net income | <u>\$ 93,233</u> |

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

SECURE TREND FINANCIAL, LLC
Statement of Changes in Members' Equity
For the Year Ended December 31, 2005

| | |
|---------------------------------|-------------------|
| Balance at December 31, 2004 | \$ 19,476 |
| Capital withdrawals | (6,375) |
| Net income | <u>93,233</u> |
| Balance at December 31, 2005 | <u>\$ 106,334</u> |

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

SECURE TREND FINANCIAL, LLC
Statement of Changes in Liabilities Subordinated
to Claims of General Creditors
For the Year Ended December 31, 2005

| | |
|------------------------------|--------------------|
| Balance at January 1, 2005 | \$ - |
| Increases | - |
| Decreases | - |
| | <hr/> |
| Balance at December 31, 2005 | <u><u>\$ -</u></u> |

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

SECURE TREND FINANCIAL, LLC
Statement of Cash Flows
For the Year Ended December 31, 2005

| | |
|---|--------------------------|
| Cash flows from operating activities: | |
| Net income | \$ 93,233 |
| Adjustments to reconcile net income to net cash provided (used) by operating activities | |
| Increase in accounts receivable | (23,696) |
| Decrease in other assets | 60 |
| Increase in accounts payable | <u>18,986</u> |
| Net cash provided (used) by operating activities | <u>88,583</u> |
| Cash flows from investing activities: | |
| Net cash provided (used) by investing activities | <u>-</u> |
| Cash flows from financing activities: | |
| Capital withdrawal | <u>(6,375)</u> |
| Net cash provided (used) by financing activities | <u>(6,375)</u> |
| Net increase in cash and cash equivalents | 82,208 |
| Cash and cash equivalents at beginning of year | <u>20,651</u> |
| Cash and cash equivalents at end of year | <u><u>\$ 102,859</u></u> |
| <u>Supplemental Disclosures</u> | |
| Cash paid during the year for: | |
| Interest | <u><u>\$ -</u></u> |
| Income taxes | <u><u>\$ -</u></u> |

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

SECURE TREND FINANCIAL, LLC
Notes to Financial Statements
December 31, 2005

Note 1 - Summary of Significant Accounting Policies

Organization and Business Activity

Secure Trend Financial, LLC (the "Company") is a broker-dealer in securities registered with the Securities and Exchange Commission ("SEC") and operates under (SEC) Rule 15c3-3(k)(2)(i). The Company is a North Carolina limited liability corporation and is a member of the National Association of Securities Dealers (NASD).

During 2004, the Company was in the development stage and became operational during 2005.

Cash and Cash Equivalents

The Company treats money market mutual funds and all highly liquid debt instruments with original maturities of three months or less as cash equivalents for purposes of the statement of cash flows.

Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

Income Taxes

No provision for income taxes is required since the members report their proportionate share of the Company's taxable income or loss on their respective income tax returns. Such income or losses are proportionately allocated to the members based upon their ownership interests.

Note 2 - Related Party Transactions

The Company rents office space under a one year lease, expiring August 31, 2006 from an affiliate. The lease requires monthly payments of \$250. Rent expense for the year ended December 31, 2005, amounted to \$3,000.

SECURE TREND FINANCIAL, LLC
Notes to Financial Statements
December 31, 2005

Note 2 - Related Party Transactions continued

Management services are provided by a related party. During 2005, the Company incurred \$25,000 in operating expense for this service of which \$20,000 was payable as of December 31, 2005.

Note 3 - Net Capital Requirements

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, a minimum net capital requirement must be maintained, as defined under such provisions. Net capital and the related net capital ratio may fluctuate on a daily basis. At December 31, 2005, the Company had net capital of approximately \$92,364 and net capital requirements of \$5,000. The ratio of aggregate indebtedness to net capital was .23 to 1. The Securities and Exchange Commission permits a ratio of no greater than 15 to 1.

Note 4 - Possession or Control Requirements

The Company holds no customer funds or securities. There were no material inadequacies in the procedures followed in adhering to the exemptive provisions of (SEC) Rule 15c3-3(k)(2)(i).

Note 5 - Capital Withdrawal

On January 10, 2005, the Company acquired the interest of a member owning a 25.5% interest in the Company's equity for a payment of \$6,375.

Supplementary Information
Pursuant to Rule 17a-5 of the
Securities Exchange Act of 1934
For the Year Ended
December 31, 2005

Schedule I

SECURE TREND FINANCIAL, LLC
Computation of Net Capital Under Rule 15c3-1
of the Securities and Exchange Commission
As of December 31, 2005

COMPUTATION OF NET CAPITAL

| | | |
|---|---------------|-------------------------|
| Total ownership equity qualified for net capital | | \$ 106,334 |
| Add: | | |
| Other deductions or allowable credits | | <u>-</u> |
| Total capital and allowable subordinated liabilities | | 106,334 |
| Deductions and/or charges | | |
| Non-allowable assets: | | |
| Other assets and prepaid expenses | \$ 760 | |
| Clearing broker receivables not received within 30 days | <u>13,210</u> | <u>(13,970)</u> |
| Net capital before haircuts on securities positions | | 92,364 |
| Haircuts on securities (computed, where applicable, pursuant to rule 15c3-1(f)): | | <u>-</u> |
| Net capital | | <u><u>\$ 92,364</u></u> |

AGGREGATE INDEBTEDNESS

| | | |
|--|--|-------------------------|
| Items included in statement of financial condition | | |
| Accounts payable | | <u>\$ 20,981</u> |
| Total aggregate indebtedness | | <u><u>\$ 20,981</u></u> |

Schedule I (continued)

SECURE TREND FINANCIAL, LLC
Computation of Net Capital Under Rule 15c3-1
of the Securities and Exchange Commission
As of December 31, 2005

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

| | |
|--|------------------|
| Minimum net capital required (6-2/3% of total aggregate indebtedness) | <u>\$ 1,399</u> |
| Minimum dollar net capital requirement of reporting broker or dealer | <u>\$ 5,000</u> |
| Net capital requirement (greater of above two minimum requirement amounts) | <u>\$ 5,000</u> |
| Net capital in excess of required minimum | <u>\$ 87,364</u> |
| Excess net capital at 1000% | <u>\$ 90,266</u> |
| Ratio: Aggregate indebtedness to net capital | <u>.23 to 1</u> |

RECONCILIATION WITH COMPANY'S COMPUTATION

The following serves to reconcile material differences in the computation of net capital under Rule 15c3-1 from the Company's computation:

| | |
|--|------------------|
| Net capital per Company's (unaudited) FOCUS Part IIA | \$ 87,257 |
| Unrecorded receivable at December 31, 2005 | 11,178 |
| Non-allowable receivable at December 31, 2005 | <u>(6,071)</u> |
| Net capital per audited report | <u>\$ 92,364</u> |

Schedule II

SECURE TREND FINANCIAL, LLC
Computation for Determination of Reserve Requirements Under
Rule 15c3-3 of the Securities and Exchange Commission
As of December 31, 2005

EXEMPTIVE PROVISIONS

The Company has claimed an exemption from Rule 15c3-3 under section (k)(2)(i), in which the Company is a direct participation broker-dealer.

Independent Auditor's Report

On Internal Control

Required By SEC Rule 17a-5

Year Ended December 31, 2005



CF & Co., L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS
& CONSULTANTS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL
CONTROL REQUIRED BY SEC RULE 17a-5

Board of Directors
Secure Trend Financial, LLC

In planning and performing our audit of the financial statements and supplemental information of Secure Trend Financial, LLC (the "Company"), for the year ended December 31, 2005, we considered its internal control, including control activities 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 internal control.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Company including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons
2. Recordation of differences required by rule 17a-13
3. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System

The management of the Company is responsible for establishing and maintaining internal control 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 controls 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 SEC's above-mentioned objectives.

Two of the objectives of internal control 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 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 accounting principles

generally accepted in the United States of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control or the practices and procedures referred to above, errors or fraud 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 internal control would not necessarily disclose all matters in internal control 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 components does not reduce to a relatively low level the risk that error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving internal control, including control activities for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC 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 practices and procedures were adequate at December 31, 2005, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, the National Association of Securities Dealers, Inc., and other regulatory agencies that rely on rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than these specified parties.



CF & Co., L.L.P.

Dallas, Texas
February 22, 2006