

OATH OR AFFIRMATION

I Todd Wyche, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Brinson Patrick Securities Corporation, as of December 31, 2006, 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:

No Exceptions

02-20-07
[Signature]
Notary Public

[Signature]
Signature
Jonathan Xiang Yu
Title

LU JONATHAN XIANG YU
NOTARY PUBLIC - STATE OF NEW YORK
OILU5073947
QUALIFIED IN QUEENS COUNTY
My Commission Expires 4/29/2010.

This report ** contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Cash Flows.
- (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 15c3-1 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 Auditors' Report on Internal Accounting Control.

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

SECURITIES AND EXCHANGE COMMISSION
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FEB 23 2007

DIVISION OF MARKET REGULATION

Brinson Patrick
Securities Corporation
Statement of Financial Condition
Year Ended December 31, 2006



Brinson Patrick Securities Corporation

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December 31, 2006

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Independent Auditors' Report

Board of Directors
Brinson Patrick Securities Corporation

We have audited the accompanying statement of financial condition of Brinson Patrick Securities Corporation (the "Company") as of December 31, 2006 that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. This 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 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 statement is 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 evaluating 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 presents fairly, in all material respects, the financial position of Brinson Patrick Securities Corporation as of December 31, 2006, in conformity with accounting principles generally accepted in the United States of America.

Weiser LLP

New York, N.Y.
February 14, 2007

Brinson Patrick Securities Corporation
Statement of Financial Condition
December 31, 2006

Assets

Current assets

Cash and cash equivalents	\$ 9,801
Deposit with clearing broker	102,394
Due from clearing broker	92,797
Property and equipment, net of accumulated depreciation and amortization of \$26,840	33,826
Prepaid expenses and other	<u>65,060</u>

Total assets \$ 303,878

Liabilities and Stockholders' Equity (Deficit)

Current liabilities

Accounts payable and accrued expenses	\$ 87,713
Line of credit payable	<u>32,023</u>
Total current liabilities	119,736

Subordinated liabilities to claims of general creditors 245,000

Total liabilities 364,736

Commitments and contingencies

Stockholders' deficit

Common stock, no par value, authorized 200 shares, issued and outstanding 60 shares	155,000
Additional paid-in-capital	899,650
Accumulated deficit	<u>(1,115,508)</u>
Total stockholders' deficit	<u>(60,858)</u>

Total liabilities and stockholder's deficit \$ 303,878

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

1. Summary of Business and Significant Accounting Policies

Business

Brinson Patrick Securities Corporation (the "Company") is registered as a broker-dealer with the Securities Exchange Commission ("SEC"). The Company is a member of the National Association of Securities Dealers, Inc. and is involved in the sale of securities for its clients.

The Company does not hold funds or securities for, or owes any money or securities to, customers and does not carry accounts of, or for, customers. Accordingly, the Company operates under the exemptive provisions of SEC Rule 15c3-3(k)(2)(ii).

Cash Equivalents

The Company considers highly liquid investments with original maturities of less than three months when purchased to be cash equivalents.

Property and Equipment

Property and equipment is stated at cost less accumulated depreciation and amortization. Depreciation and amortization is computed using straight-line method over the estimated useful lives.

Revenue and Expense Recognition from Securities Transactions

Securities transactions and the related revenues and expenses are recorded on a trade date basis.

Delayed Offering of Common Stock Fees

Delayed offering of common stock fees are commission income and are recognized on a trade date basis.

Income Taxes

The Company has elected to be treated as an S Corporation under the provisions of the Internal Revenue Code. Accordingly, the Company itself is not subject to federal income tax. The stockholder is required to report separately his distributive share of the Company's income or loss to federal and state tax authorities. In addition, the Company has elected S Corporation status for New York State tax purposes, and accordingly, the Company pays New York State income tax at the minimum rate. New York City, however, does not recognize S Corporation status therefore, the Company is taxed at regular corporation tax rates.

Brinson Patrick Securities Corporation

Notes to Financial Statement

Year Ended December 31, 2006

Use of Estimates

The preparation of financial statements 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 financial statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. Clearing Agreement

The Company has an agreement with a brokerage firm to carry its customer accounts.

The Company is subject to credit risk if the broker is unable to repay balances due or deliver securities in its custody.

The Company is required to maintain a collateral account with its clearing broker with a minimum market value of \$100,000. This cash position serves as collateral for any losses the brokerage firm sustains as a result of the failure of the Company's customers to satisfy their obligations in connection with their securities transactions. As of December 31, 2006, a money market investment of \$102,394 was held in this account and is reflected as a deposit with a clearing broker in the statement of financial condition.

3. Subordinated Liabilities to Claims of General Creditors

The subordinated borrowing at December 31, 2006 consists of a \$200,000 subordinated debt agreement ("Subordinated Debt Agreement") and accrued interest of \$45,000 with an officer of the Company, bearing interest of 15% per year and expiring on June 30, 2008.

The subordinated debt agreement has been approved by the NASD and, therefore, is available in computing regulatory net capital under the SEC's Uniform Net Capital Rule.

To the extent that such borrowings and accrued interest are required for the Company's continued compliance with minimum net capital requirements, they may not be repaid.

4. Regulatory Net Capital Requirement

The Company is subject to the net capital requirements of rule 15c3-1 of the Securities and Exchange Commission which requires a broker-dealer to have at all times sufficient liquid assets to cover current indebtedness. In accordance with the rule, the Company is required to maintain defined minimum net capital of the greater of \$5,000 or 1/15 of aggregate indebtedness. At no time may the ratio of aggregate indebtedness to net capital as defined, exceed 15 to 1.

Brinson Patrick Securities Corporation
Notes to Financial Statement
Year Ended December 31, 2006

At December 31, 2006, the Company has net capital of \$83,185, which is \$75,203 in excess of its required net capital of \$7,982. The Company has aggregate indebtedness of \$119,736. The Company's ratio of aggregate indebtedness to net capital is 1.44 to 1 at December 31, 2006.

5. Property and Equipment

Property and equipment at December 31, 2006 consist of:

		<u>Estimated Useful Lives</u>
Computer hardware	\$ 34,337	5 Years
Computer software	<u>26,329</u>	3 Years
	60,666	
Less accumulated depreciation	<u>26,840</u>	
	<u>\$ 33,826</u>	

6. Short-Term Borrowings

The Company has a \$75,000 revolving line of credit with a bank. Interest is payable monthly at the prime interest rate (8.25%). At December 31, 2006, the outstanding balance against the revolving line of credit was \$32,023. The line was repaid in 2007.

7. Change in Equity Ownership

A 55% stockholder purchased the remaining 45% from a stockholder, pursuant to an agreement reached between the two stockholders. The Company is not required to file an application pursuant to NASD Rule 1017.

8. Retirement Plans

The Company has an employee benefit plan under Section 401(k) of the Internal Revenue Code (the "Code") covering substantially all of its employees. Participants may contribute up to 15% of annual compensation, but not in excess of the maximum allowed under the Code. The employer's matching contribution shall be determined by the employer with respect to each plan year.

9. Major Customers

The Company has agreements with unrelated third parties, giving them the ability to raise capital through the Company's Delayed Offering of Common Stock program. The Company serves as the underwriter for these parties and, in return, receives payment in the form of commissions.

10. Off-Balance-Sheet Risk and Concentration of Credit Risk

The Company, as an introducing broker, clears all transactions with and for customers on a fully disclosed basis with a clearing broker and promptly transmits all customer funds and securities to the clearing broker who carries all of the accounts of such customers. These activities may expose the Company to off-balance-sheet risk in the event that the customer and/or clearing broker is unable to fulfill its obligations.

The Company does not maintain margin accounts for its customers, and, therefore, there were no excess margin securities.

END