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### ANNUAL AUDITED REPORT FORM X-17a-5 PART III

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 1/1/2006 AND ENDING 12/31/2006

#### A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER

CORPORATE INVESTMENTS GROUP, INC.

OFFICIAL USE ONLY
38690
FIRM ID. NO.

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

**PROCESSED**

1131 West Argyle Street  
(No. and Street)

**MAR 20 2007**

**THOMSON  
FINANCIAL**

Chicago  
(City)

IL  
(State)

60640  
(Zip Code)

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

Andy Lam  
(Name)

(773) 728-9037  
(Area Code - Telephone No.)

#### B. ACCOUNTANT IDENTIFICATION

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

VERAJA-SNELLING & COMPANY  
(Name - if individual state last, first, middle names)

567 JAMES COURT  
(Street)

GLENDALE HEIGHTS  
(City)

IL  
(State)

60139  
(Zip Code)

CHECK ONE

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

FOR OFFICIAL USE ONLY
<i>[Handwritten Signature]</i>

\*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).

**CORPORATE INVESTMENTS GROUP, INC.  
ANNUAL AUDITED FINANCIAL STATEMENTS  
AND SUPPLEMENTARY SCHEDULES  
FOR THE YEAR ENDED  
DECEMBER 31, 2006**

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OATH OR AFFIRMATION

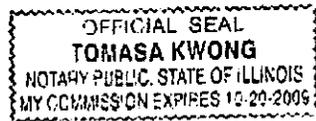
I, Lam Yuk Ying, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statements and supporting schedules pertaining to the firm of Corporate Investments Group, Inc., as of December 31, 2006, are true and correct. I further swear (or affirm) that neither the company, nor any member, partner, proprietor, principal, officer nor director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_

Lam Yuk Ying Signature  
co-owner Title  
2/28/2007 Date

Subscribed and sworn to before me this

28th day of February, 2007  
Tomas Kwong  
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 Cash Flows
- (e) Statement of Changes on Stockholder's Equity or Partners' or Sole Proprietor's Capital
- (f) Statement of Changes in Liabilities Subordinated to claims of General Creditors
- (g) Computation of Net Capital for Brokers and Dealers pursuant to Rule 15c3-1
- (h) Computation for determination of Reserve Requirements pursuant to Rule 15c3-3
- (i) Information Relating to the Possession or Control Requirements for Brokers and Dealers 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
- (p) Schedule of Segregation Requirements and Funds in Segregation-Customers' Regulated Commodity Futures Accounts Pursuant to CFTC Rule 1.10(d)(2)(iv)

**VERAJA-SNELLING & COMPANY**  
Certified Public Accountants & Business Consultants

567 James Court, Glendale Heights, IL 60139-3206 Phone (630) 790-4269 Fax: (630) 547-4112

**INDEPENDENT AUDITORS' REPORT**

To the Members  
Corporate Investments Group, Inc.  
1131 West Argyle Street  
Chicago, IL 60640

We have audited the accompanying statement of financial condition of Corporate Investments Group, Inc. (an Illinois corporation) as of December 31, 2006 and the related statements of income, changes in ownership 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 financial statements based on our audit.

We conducted our audit in accordance with U. S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance that 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 condition of Corporate Investments Group, Inc. as of December 31, 2006, and the results of its operations and its cash flows for the year ended in conformity with U.S. 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 on pages 13 through 17 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 respects in relation to the basic financial statements taken as a whole.

Glendale Heights, Illinois  
February 23, 2007

*Veraja-Snelling & Company*

**TO BE COMPLETED WITH THE ANNUAL AUDIT REPORT ONLY:**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report

NAME (if individual, state last, first, middle name)

VERAJA-SNELLING & COMPANY

70

ADDRESS

567 JAMES COURT

71

GLENDALE HEIGHTS

72

IL

73

60139

74

Number and Street

City

State

Zip Code

CHECK ONE

Certified Public Accountant

75

Public Accountant

76

Accountant not resident in United States  
or any of its possessions

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WORK LOCATION	REPORT DATE	DOC. SEQ. NO.	CARD				
50	51	52	53				

The accompanying notes are an integral part of these financial statements



**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

BROKER OR DEALER

**CORPORATE INVESTMENTS GROUP, INC.** as of 12/31/06

**STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND  
CERTAIN OTHER BROKERS OR DEALERS**

**LIABILITIES AND OWNERSHIP EQUITY**

<u>Liabilities</u>	<u>A.I. Liabilities</u>	<u>Non-A.I. Liabilities</u>	<u>Total</u>
13. Bank loans payable	\$ 1045	\$ 1255	\$ 1470
14. Payable to brokers or dealers:			
A. Clearance account	1114	1315	0 1560
B. Other	1115	- 1305	0 1540
15. Payable to non-customers	1155	1355	1610
16. Securities sold not yet purchased, at market value		1360	0 1620
17. Accounts payable, accrued liabilities, expenses and other	14,207 1205	1385	14,207 1685
18. Notes and mortgages payable:			
A. Unsecured	1210		1690
B. Secured	1211	1390	1700
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:		1400	1710
1. from outsiders \$	970		
2. Includes equity subordination (15c3-1(d)) of	980		
B. Securities borrowings, at market value: from outsiders \$	990	1410	1720
C. Pursuant to secured demand note collateral agreements:		1420	1730
1. from outsiders \$	1000		
2. -Includes equity subordination (15c3-a(d)) of . . . .	1010		
D. Exchange memberships contributed for use of company, at market value		1430	1740
E. Accounts and other borrowings not qualified for net capital purposes	1220	1440	1750
20. TOTAL LIABILITIES	\$ 14,207 1230	\$ - 1450	\$ 14,207 1760
 <u><b>Ownership Equity</b></u>			
21. Sole proprietorship			\$ 1770
22. Partnership (limited partners)	\$ 1020		1780
23. Corporation:			
A. Preferred stock			1791
B. Common stock			1 1792
C. Additional paid-in capital			37,304 1793
D. Retained earnings			258,889 1794
E. Total			296,194 1795
F. Less capital stock in treasury			1796
24. TOTAL OWNERSHIP EQUITY			296,194 1800
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY			\$ 310,401 1810

The accompanying notes are an integral part  
of these financial statements

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER CORPORATE INVESTMENTS GROUP, INC.**

For the period (MMDDYY) 01/01/06 3932 to 12/31/06 3933  
 Number of months included in this statement 12 3931

**STATEMENT OF INCOME (LOSS)**

**REVENUE**

1. Commissions:			
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$	225,850	3935
b. Commissions on listed option transactions		86,435	3938
c. All other securities commissions		123	3939
d. Total securities commissions		312,408	3940
2. Gains or losses on firm securities trading accounts			
a. From market making in options on a national securities exchange		-	3945
b. From all other trading		3,971	3949
c. Total gain (loss)		3,971	3950
3. Gains or losses on firm securities investment accounts		1,422	3952
4. Profit (loss) from underwriting and selling groups			3955
5. Revenue from sale of Investment company shares		6,985	3970
6. Commodities revenue			3990
7. Fees for account supervision, investment company shares			3975
8. Other revenue		4,257	3995
9. Total revenue	\$	329,043	4030

**EXPENSES**

10. Salaries and other employment costs for general partners and voting stockholder off \$		100,134	4120
11. Other employee compensation and benefits		42,634	4115
12. Commissions paid to other broker-dealers		74,901	4140
13. Interest expense			4075
a. Includes interest on accounts subject to subordina	<u>4070</u>		
14. Regulatory fees and expenses		11,850	4195
15. Other expenses		59,577	4100
16. Total expenses	\$	289,096	4200

**NET INCOME**

17. Net income (loss) before Federal Income taxes and items below (item 9 less item 16 \$		39,947	4210
18. Provision for Federal Income taxes (for parent only)			4220
19. Equity in earnings (losses) of unconsolidated subsidiaries not included above			4222
a. After Federal income taxes of	<u>4238</u>		
20. Extraordinary gains (losses)			4224
a. After Federal income taxes of	<u>4239</u>		
21. Cumulative effect of changes in accounting principles			4225
22. Net income (loss) after Federal income taxes and extraordinary items	\$	39,947	4230

**MONTHLY INCOME**

23. Income (current month only) before provision for Federal income taxes and extraordi \$		23,314	4211
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The accompanying notes are an integral part  
of these financial statements

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

BROKER OR DEALER **CORPORATE INVESTMENTS GROUP, INC.**

For the period (MMDDYY' 01/01/06 to 12/31/06

**STATEMENT OF CHANGES IN OWNERSHIP EQUITY  
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION))**

1. Balance, beginning of period		\$	256,246	4240
A. Net income (loss)			39,947	4250
B. Additions (Includes non-conforming capital of	\$	4262		4260
C. Deductions (Includes non-conforming capital of		4272		4270
2. Balance, end of period (From item 1800)		\$	296,193	4290

**STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED  
TO CLAIMS OF GENERAL CREDITORS**

3. Balance, beginning of period		\$		4300
A. Increases				4310
B. Decreases				4320
4. Balance, end of period (From item 3520)		\$		4330

The accompanying notes are an integral  
part of these financial statements

**CORPORATE INVESTMENTS GROUP, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**CASH PROVIDED BY OPERATING ACTIVITIES**

Net Income	\$	39,947
Adjustments to reconcile net income to net cash provided by operating activities		
(Increase)/decrease in assets		
Depreciation		2,882
Receivables from brokers or dealers-clearance		14,133
Receivables from brokers or dealers-other		(14,763)
Receivable from non-customers		(23,764)
Securities owned		
Securities		(27,045)
Other assets		6,715
Increase/(decrease) in liabilities		
Accounts payable, accrued liabilities, expenses and other		777
Net cash from operations		(1,117)
CASH APPLIED/PROVIDED TO INVESTING ACTIVITIES		
Purchase of equipment		(5,304)
Net cash from financing		(5,304)
NET INCREASE/(DECREASE) IN CASH		(6,421)
CASH AT BEGINNING OF PERIOD		130,471
CASH AT END OF PERIOD	\$	124,050

The accompanying notes are an integral part of these financial statements

**CORPORATE INVESTMENTS GROUP, INC.**  
**(an Illinois corporation)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2006**

**NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES**

Corporate Investments Group, Inc. (the Corporation) was incorporated on January 1, 1995 in the state of Illinois. The Corporation is a non-carrying, introducing broker for Penson Financial Services. As such, it introduces new customer accounts but does not carry them on its books. Its purpose and business is to charge a commission for the purchase and sale of securities for the customers it introduces.

The Corporation is a member of the National Association of Securities Dealers.

**Basis of Accounting**

The Corporation's financial statements are prepared on the accrual basis of accounting, which conforms to U.S. generally accepted accounting principles.

**Cash Equivalents**

For the purposes of the statement of cash flows, the Corporation considers all highly liquid debt instruments purchased with maturity of three months or less to be cash equivalents.

**Depreciation**

The cost of property and equipment is depreciated over the estimated useful lives of the related assets. Depreciation is computed under an accelerated method, which conforms to U.S. generally accepted accounting principles. The useful lives of property and equipment for purposes of computing depreciation are as follows:

Machinery and equipment	5 years
Furniture and fixtures	7 years
Leasehold improvements	40 years

Depreciation and amortization expense of property and equipment charged to operations was \$2,882 for the year ended December 31, 2006.

The cost and accumulated depreciation/amortization of major classes of assets for 2006 is as follows:

<u>Asset Class</u>	<u>Cost</u>	<u>Accumulated Depreciation/Amortization</u>
Equipment	\$53,473	\$48,381
Furniture and fixtures	9,020	8,192
Leasehold improvements	14,200	2,751
Vehicles	<u>12,049</u>	<u>12,049</u>
Total	<u>\$88,742</u>	<u>\$71,373</u>

### Advertising

The Corporation expenses advertising costs as incurred.

### Accounting 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 statements and reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

### Concentration of Credit Risk

The Corporation maintains its cash in bank deposits that, at times, may exceed federally insured limits. The federal Deposit Insurance Company (FDIC) secures these bank accounts up to \$100,000. At December 31, 2006, this excess was \$10,515. Management does not believe it is at any significant risk with regard to cash.

### Revenue Recognition

The Corporation's primary source of revenue is for commissions earned on securities purchased and sold. Revenue is recognized in the period in which the transactions occur.

### Bad Debt Expense

No valuation allowance for receivables has been established, as management believes all receivables are fully collectible.

## **NOTE 2 – SECURITIES TRANSACTIONS**

Proprietary securities transactions in regular-way trades are recorded on the trade date, as if they had settled. Profit and loss arising from all securities transactions entered into for the account and risk of the Company are recorded on a trade-date basis. Commissions and related clearing expenses are recorded on a trade-date basis as securities transactions occur. Marketable securities are carried at market value.

Amounts receivable and payable for securities transactions that have not reached their contractual settlement date are recorded net on the statement of financial condition.

Under SFAS 115, securities that are bought and held principally for the purpose of selling them in the near term (thus held only for a short time) are classified as trading securities. Trading generally reflects active and frequent buying and selling, and trading securities are generally used with the objective of generating profits on the short-term differences in price. The Company classifies all securities as trading securities.

## **NOTE 3 – FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISK**

As an introducing broker, the Corporation holds no customer segregated cash or securities balances. Securities transactions are processed by the clearing brokers on a fully disclosed basis. In conjunction with this arrangement, the Corporation may be contingently liable for unsecured debit balances in the customer accounts introduced by the Corporation. These customer activities may expose the Corporation to off balance sheet risk in the event the customer is unable to fulfill its contracted obligations.

The Corporation's policy is to continuously monitor its exposure to market and counter party risk through the use of a variety of financial position and credit exposure reporting and control procedures. In addition, the Corporation has a policy of reviewing the credit standing of each broker/dealer, clearing organization, customer, and/or other counter party with which it conducts business.

In connection with the trading activities of the Company, unsettled trades and sales of securities may expose the Company to off-balance sheet credit risk as a result of market fluctuations. The Company enters into various transactions involving derivatives and other off-balance sheet financial instruments. These financial instruments include exchange-traded option and securities purchased and sold on a when-issued basis (when-issued securities). These derivative financial instruments are used to conduct trading activities and manage market risks and are, therefore, subject to varying degrees of market and credit risk. Derivative transactions are entered into for trading purposes or to economically hedge other positions or transactions.

When-issued securities provide for the delayed delivery of the underlying instrument. As a writer of options, the Company receives a premium in exchange for giving the counterparty the right buy or sell the security at a future date at a contracted price. The contractual or notional amounts related to these financial instruments reflect the volume and activity, but do not reflect the amounts at risk. The credit risk for options and when-issued securities is limited to the unrealized market valuation gains recorded in the statement of financial condition. Market risk is substantially dependent upon the value of the underlying financial instruments and is affected by market forces such as volatility and changes in interest and foreign exchange rates.

#### ***Concentrations of Credit Risk***

The Company is engaged in various trading and brokerage activities with counter parties, primarily brokers/dealers. In the event counter parties do not fulfill their obligations, the Company may be exposed to risk. It is the Company's policy to review, as necessary, the credit standing of each counter party.

#### **NOTE 4 – INCOME TAXES**

The Corporation has elected to be taxed under the provisions of Subchapter S of the Internal Revenue Code of 1986; therefore, the income or loss of the Corporation flows directly to the stockholders and any income tax consequences are reportable in the income tax returns of the stockholders. Income of the Corporation is subject to a replacement tax by the state of Illinois at the rate of one and one half percent (1-1/2%).

#### **NOTE 5 – CAPITAL STOCK**

The authorized, issued, and outstanding shares of capital stock at December 31, 2005 were as follows: Common stock, no par value; 100,000 shares authorized, 14,700 shares issued and outstanding.

#### **NOTE 6 – NET CAPITAL REQUIREMENTS**

At December 31, 2006, the Corporations net capital as computed pursuant to the rules of the National Dealers Association was \$193,377, which was \$93,377 more than the minimum net capital requirement of \$100,000.

#### **NOTE 7 – RECEIVABLE FROM SHAREHOLDER**

Receivables from non-customers include a receivable from shareholders in the amount of \$69,791 for funds extended on their behalf. This loan is non-interest bearing and the intent is to settle the receivable within the current period.

**NOTE 8 – OPERATING LEASES**

The Corporation leases one of its locations under an operating lease, which has not yet been renewed and is currently on a month-to-month basis. Total rent paid under this lease during 2006 totaled \$13,160.

**NOTE 9 – RECEIVABLES FROM NONCUSTOMERS**

Receivables from non-customers include a receivable from an employee in the amount of \$5,926 for an error loss. This loss is being deducted from the employee's paycheck on a scheduled basis.

**NOTE 10 – RECEIVABLES FROM BROKERS OR DEALERS**

Receivables from brokers or dealers consist of \$28,853 for commissions earned, \$35,015 for deposits held, and \$2,354 for account balance.

**NOTE 11 – OTHER EXPENSES**

Other expenses are as follows:

Advertising and promotion	\$ 8,104
Communications and data processing	7,842
Legal and professional fees	6,280
Occupancy	21,708
Corporate	14,209
Other	<u>1,434</u>
Total	<u>\$59,577</u>

**NOTE 12 – PENDING LITIGATION**

The Corporation was named in a dispute with a customer that was arbitrated by the N.A.S.D. The opinion of management is that the dispute is without merit and the Company has vigorously defended itself against the claim during the years ended December 31, 2004, 2005, and 2006. As of December 31, 2006, the N.A.S.D. denied the claims held by the customer and awarded the Corporation the sum of \$20,000. The Corporation has not recorded the contingent asset, as it is being held in escrow, pending further litigation filed by the Company's former attorney seeking additional legal fees. Management is of the opinion that the case filed by their former attorney is also without merit and accordingly, have not accrued a liability as management considers it reasonably probable that the Company will prevail.

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

BROKER OR DEALER **CORPORATE INVESTMENTS GROUP, INC.**

as of 12/31/06

**COMPUTATION OF NET CAPITAL**

1. Total ownership equity from Statement of Financial Condition		\$	296,194	3480
2. Deduct ownership equity not allowable for Net Capital				3490
3. Total ownership equity qualified for Net Capital			296,194	3500
4. Add:				
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital				3520
B. Other (deductions) or allowable credits (List)				3525
5. Total capital and allowable subordinated liabilities		\$	296,194	3530
6. Deductions and/or charges:				
A. Total nonallowable assets from Statement of Financial Condition (Notes B :	102,817		3540	
B. Secured demand note deficiency				3590
C. Commodity futures contracts & proprietary capital charges			3600	
D. Other deductions and/or charges			3610	
			(102,817)	3620
7. Other additions and/or allowable credits (List)				3630
8. Net capital before haircuts on securities positions			193,377	3640
9. Haircuts on securities (computed, where applicable, pursuant to 15c3-1 (f)):				
A. Contractual securities commitments			3660	
B. Subordinated securities borrowings			3670	
C. Trading and investment securities:				
1. Exempted securities			3735	
2. Debt securities			3733	
3. Options			3730	
4. Other securities			3734	
D. Undue Concentration			3650	
E. Other (List)                      Loss To Convert			3736	
				0
10. Net Capital		\$	193,377	3750

**Reconciliation of Net Capital per audit and unaudited**

Depreciation expense                      \$                      1,324

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

BROKER OR DEALER **CORPORATE INVESTMENTS GROUP, INC.** as of 12/31/06

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

**PART A**

11. Minimum net capital required (6-2/3% of line 19)	\$	947	3756
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	100,000	3758
13. Net capital requirement (greater of line 11 or 12)	\$	100,000	3760
14. Excess net capital (line 10 less 13)	\$	93,377	3770
15. Excess net at 1000% (line 10 less 10% of line 19)	\$	191,956	3780

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

16. Total A.I. liabilities from Statement of Financial Condition	\$	14,207	3790
17. Add:			
A. Drafts for immediate credit	\$	3800	
B. market value of securities borrowed for which no equivalent value is paid or credited		3810	
C. Other unrecorded amounts(List)		3820	3830
19. Total aggregate indebtedness	\$	14,207	3840
20. Percentage of aggregate indebtedness to net capital (line 19/ line 10)	%	7.35%	3850
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	%	0.0	3860

**COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT**

**PART B**

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of the net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$	3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	3880
24. Net capital requirement (greater of line 22 or 23)	\$	3760
25. Excess net capital (line 100 less 24)	\$	3910
26. Net capital in excess of the greater of:		
A. 5% OF COMBINED AGGRETATE DEBIT ITEMS OR \$120,000	\$	3920

**NOTES:**

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
  2. 6-2/3% of aggregate indebtedness or 4% of aggregate debits if alternative method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand note covered by subordination agreements not in satisfactory form and the market values of memberships in exchanges contributed for use of company (contra to item 17400) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

CORPORATE INVESTMENTS GROUP, INC.  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS  
PERSUANT TO RULE 15c-3  
as of December 31, 2006

The company did not handle any customer cash or securities during the year ended December 31, 2006, and does not have any customer accounts.

CORPORATE INVESTMENTS GROUP, INC.  
COMPUTATION FOR DETERMINATION OF PAIB RESERVE REQUIREMENTS  
PERSUANT TO RULE 15c-3  
as of December 31, 2006

The Company did not handle any proprietary accounts of introducing brokers during the year ended December 31, 2006 and does not have any PAIB accounts.

CORPORATE INVESTMENTS GROUP, INC.  
INFORMATION RELATING TO THE POSSESSION OR CONTROL  
REQUIREMENTS UNDER RULE 15c3-3  
as of December 31, 2006

The Company did not handle any customer cash or securities during the year ended December 31, 2006 and does not have any customer accounts.

**VERAJA-SNELLING & COMPANY**  
Certified Public Accountants & Business Consultants

567 James Court, Glendale Heights, IL 60139-3206 Phone (630) 790-4269 Fax: (630) 547-4112

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL ACCOUNTING CONTROL  
REQUIRED BY THE SECURITIES AND EXCHANGE COMMISSION RULE 17a-5**

To the Members  
Corporate Investments Group, Inc.  
1131 West Argyle Street  
Chicago, IL 60640

In planning and performing our audit of the financial statements of Corporate Investments Group, Inc. for the year ended December 31, 2006, 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 examinations, counts, verifications, and comparisons, and the recordation of differences required by rule 17a-13 or in complying with the requirements for prompt payment for securities under section 8 of 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 activities.

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 above mentioned 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 or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with U.S. 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 a timely period by employees in the normal course of performing their assigned functions. During the course of our study, we noted one matter involving the internal control structure that we consider to be a material weakness as defined above.

We noted that the Company inadvertently misclassified an unsecured receivable as an allowable asset and made an accrual error in accounts payable, which resulted overstating net capital and excess net capital. However, as the Company maintains sufficient excess capital, no deficiency in either was noted. The Company was notified of this during a Compliance Conference held by its regulatory agency and has subsequently made the appropriate adjustments in its procedures to ensure this does not reoccur, and to comply with its regulatory agency's requests.

This condition was considered in determining the nature, timing and extent of the procedures to be performed in our audit of the financial statements of the Company for the year ended December 31, 2006, and this report does not affect our report thereon dated February 23, 2006.

We understand that practices and procedures that accomplish the 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 practices and procedures were adequate at December 31, 2006, to meet the Commission's objectives, with the exception of the matter referred to above.

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

*Veraja Snelling*  
Glendale Heights, Illinois  
February 23, 2007

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