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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 01/01/06 AND ENDING 12/31/06
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: OIEN SECURITIES, INC.

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
127 TORRANCE BOULEVARD, SUITE 101

(No. and Street)

REDONDO BEACH

CA

90277

(City)

(State)

(Zip Code)

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

CHARLES D. OIEN

(310) 798-2825

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

ACKERMAN, MATTHEW, FIBER & WAINBERG

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

1180 S. BEVERLY DRIVE #500

LOS ANGELES

CA

90035

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

PROCESSED

MAR 19 2007

**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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OATH OR AFFIRMATION

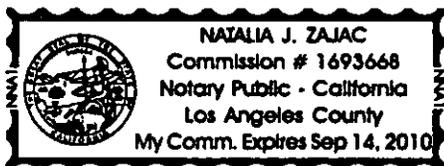
I, Charles D. Oien, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Oien Securities, Inc., as of December 31, 2006, are true and correct. I further swear (or affirm) that neither the company nor any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

[Handwritten Signature]

Signature

President

Title



Natalia J. Zajac
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).

Oien Securities, Inc.

Financial Statements

December 31, 2006

ACKERMAN, MATTHEW, FIBER & WAINBERG

CERTIFIED PUBLIC ACCOUNTANTS

1180 SOUTH BEVERLY DRIVE, SUITE 500

LOS ANGELES, CALIFORNIA 90035

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SEYMOUR S. MATTHEW, C. P. A.
LAWRENCE I. FIBER, C. P. A.
LAWRENCE N. WAINBERG, C. P. A.

IRVING ACKERMAN, C. P. A. (RETIRED)

MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
CALIFORNIA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Oien Securities, Inc.
127 Torrance Blvd., Suite 101
Redondo Beach, California 90277

We have audited the accompanying statement of financial condition of Oien Securities, Inc. as of December 31, 2006 and the related statements of income, cash flows and changes in stockholder's equity 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 auditing standards generally accepted in the United States of America. These 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 Oien Securities, Inc. as of December 31, 2006 and the results of its operations and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

We have also examined the supplementary schedules 1 through 3 and in our opinion, they present fairly the information included therein in conformity with rules of the Securities and Exchange Commission.

Ackerman, Matthew, Fiber & Wainberg

February 7, 2007

OIEN SECURITIES, INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2006

ASSETS

CURRENT ASSETS

Cash and Equivalents	\$ 639,939	
Due From Clearing Broker	84,374	
Deposit with Clearing Broker		
Cash and Cash Equivalents	308,902	
Investment Securities at Amortized Cost	340,675	
Accrued Interest Receivable on Investment Securities	5,637	
Prepaid Expenses	<u>12,363</u>	
 Total Current Assets		 \$1,391,890

FIXED ASSETS

Office Furniture and Equipment	55,798	
Less: Accumulated Depreciation	<u>46,727</u>	
 Total Fixed Assets		 9,071

OTHER ASSETS

Security Deposit		<u>1,210</u>
 Total Assets		 <u>\$1,402,171</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

Accounts Payable and Accrued Expenses	\$ 13,840
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STOCKHOLDER'S EQUITY

Common Stock, No Par Value, Authorized 10,000 shares, Issued and Outstanding 1,000 shares	\$ 10,000	
Paid in Capital	400,000	
Retained Earnings	<u>978,331</u>	
 Total Stockholder's Equity		 <u>1,388,331</u>

Total Liabilities and Stockholder's Equity		<u>\$1,402,171</u>
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(SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENT)

O I E N S E C U R I T I E S , I N C .
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REVENUES

Brokerage Revenues	\$1,793,482
Dividend and Interest Income	54,587
Realized Gains	<u>31,555</u>
 TOTAL REVENUES	 \$1,879,624

EXPENSES

Salaries	\$429,000
Broker Clearance Costs	346,440
Quotation Expenses	241,496
Floor Brokerage	87,228
Travel and Auto	60,756
Rent and Utilities	43,128
Entertainment	18,798
Payroll Taxes	17,202
Professional and Advisory Fees	16,744
Telephone	14,562
Insurance	13,974
Execution Expense	13,720
Office Expense	8,515
Charitable Contributions	6,750
Dues & Subscriptions	5,183
Depreciation	4,603
Seminars	2,070
Regulatory Fees	<u>1,315</u>

Total Expenses	<u>1,331,484</u>
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Income Before Provision for Income Taxes	548,140
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Provision for Franchise Tax	<u>8,096</u>
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Net Income	<u>\$ 540,044</u>
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(SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENT)

O I E N S E C U R I T I E S , I N C .
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	<u>Common Stock</u>	<u>Paid in Capital</u>	<u>Retained Earnings</u>	<u>Total Stockholder's Equity</u>
Balance - Beginning of Year	\$10,000	\$400,000	\$1,340,287	\$ 1,750,287
Net Income for the Year Ended December 31, 2006			540,044	540,044
Dividends Paid			<u>(902,000)</u>	<u>(902,000)</u>
Balance - End of Year	<u>\$10,000</u>	<u>\$400,000</u>	<u>\$ 978,331</u>	<u>\$ 1,388,331</u>

(SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS)

O I E N S E C U R I T I E S , I N C .
 S T A T E M E N T O F C A S H F L O W S
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I N C R E A S E (D E C R E A S E) I N C A S H

CASH FLOW FROM OPERATING ACTIVITIES

Net Income \$ 540,044

ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH
 PROVIDED (USED) BY OPERATING ACTIVITIES:

Items Not Requiring Cash

Depreciation 4,603

NET CHANGES IN ASSETS AND LIABILITIES

Decrease in Due From Clearing Brokers 100,350

Increase in Deposits with Clearing Brokers (29,064)

Increase in Prepaid Expenses (2,860)

Increase in Accrued Interest Receivable (2,178)

Decrease in Accounts Payable and Accrued Expenses (13,941)

NET CASH PROVIDED BY OPERATING ACTIVITIES

596,954

FINANCING ACTIVITIES - Dividends Paid to Shareholder

\$ (902,000)

Net Decrease in Cash and Cash Equivalent

(305,046)

Balance, January 1, 2006

944,985

Balance, December 31, 2006

\$ 639,939

Supplemental Information:

Franchise Taxes Paid \$12,301

Interest Expense \$ 330

(SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENT)

OIEN SECURITIES, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the Company's significant accounting policies consistently applied in the preparation of the accompanying financial statement follows:

BUSINESS ACTIVITY

The Company is a NASD licensed broker-dealer. Its customers are all financial institutions and all trades are done on a riskless principal or agency basis. All securities transactions and related brokerage and clearing costs are recorded on a trade date basis.

The Company acts as an introducing broker-dealer, whereby all security transactions are cleared on a fully-disclosed basis with a clearing broker. The clearing broker-dealer receives and disburses all funds and maintains all customer records on behalf of the Company. The clearing broker remits the commissions net of its brokerage and clearing fees to the company.

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

PROPERTY AND EQUIPMENT

Equipment and furniture is stated at cost. The Company provides for depreciation over the useful life of three to five years, using both accelerated and straight line method of depreciation.

INCOME TAXES

The Company has elected to be taxed under the provision of Subchapter S of the Internal Revenue Code and the corresponding provisions of the California Revenue and Taxation code. Under those provisions, the Company does not pay federal corporate income taxes on its taxable income. For California purposes, the Company pays a franchise tax at the rate of 1.5% of its taxable income. The shareholder is liable for individual federal and California income taxes on his share of the Company's taxable income respectively.

2. CONCENTRATIONS OF CREDIT RISKS

Financial instruments which potentially subject the company to concentrations of credit risk are primarily cash amounts due from clearing brokers and deposits held by the clearing broker. The company uses one broker for maintaining its clearance account which also holds the deposit. The value of cash and securities held by the broker exceed the mandated coverage provided by SIPC funded by broker/dealers.

OIEN SECURITIES, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

3. DEPOSIT WITH CLEARING BROKER

The company is required to maintain a deposit with its clearing broker. The deposit held by the clearing broker consists of the following at December 31, 2006:

Cash and Cash Equivalents	\$308,902
U.S. Treasury Bonds and Notes with maturities ranging from November 15, 2014 to August 15, 2025. The Company intends to hold these securities to maturity and the amounts are shown at amortized cost.	<u>340,675</u>
Total	<u>\$649,577</u>

At December 31, 2006 the aggregate fair value of the U.S. Treasury securities was \$370,693 and the unrealized gain was \$30,018.

4. LEASE COMMITMENTS:

The Company is obligated under a lease commitment for the premises it occupies to October 31, 2007. There is a renewal option for three additional years. The annual minimum cost of living increases are no less than 3%. Minimum annual lease payment - 2007 \$29,631.

5. NET CAPITAL REQUIREMENT

The company is subject to the Uniform Net Rule (15c-3-1) of the Securities and Exchange Commission which requires the maintenance of minimum net capital and requires the ratio of aggregate indebtedness to net capital both as defined, shall not exceed 15 to 1. At December 31, 2006 the Company had net capital of \$1,324,693 which was \$1,224,693 in excess of its required net capital of \$100,000. Its ratio for aggregate indebtedness to net capital was .01 to 1.

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Supplementary Schedule 1

	<u>Audited</u>	<u>Unaudited</u>	<u>Difference</u>
Total Ownership Equity	\$1,388,331	\$1,423,488	\$ (35,157)
Non-Allowable Assets and Deductions	28,281	27,846	(435)
Haircuts	<u>35,357</u>	<u>35,357</u>	<u>0</u>
Net Capital	1,324,693	1,360,285	(35,592)
Required Net Capital	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Excess Net Capital	<u>\$1,224,693</u>	<u>\$1,260,285</u>	<u>\$ (35,592)</u>
Aggregate Indebtedness	<u>\$ 13,840</u>	<u>\$ 8,266</u>	<u>\$ 5,574</u>
Percent of Aggregate Indebtedness to Net Capital	<u>1.04%</u>	<u>0.61%</u>	

Principal differences in the net capital computations are due to accruals and adjustments made during the examination.

OIEN SECURITIES, INC.
SCHEDULE II - COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS
UNDER RULE 15c3-3 OF THE SECURITIES AND EXCHANGE COMMISSION
AS OF DECEMBER 31, 2006

Supplementary Schedule 2

A computation of reserve requirements is not applicable to Oien Securities, Inc. For the Company qualifies for exemption under Rule 15c3-3(k) (2) (ii).

OIEN SECURITIES, INC.
INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS
UNDER RULE 15c3-3
DECEMBER 31, 2006

Supplementary Schedule 3

The Company operates on a fully disclosed basis and promptly forwards all securities received to the clearing broker, Goldman Sachs thereby exempting Oien Securities, Inc. from Rule 15c3-3 as it relates to possession and control requirements.

ACKERMAN, MATTHEW, FIBER & WAINBERG

CERTIFIED PUBLIC ACCOUNTANTS

1180 SOUTH BEVERLY DRIVE, SUITE 500

LOS ANGELES, CALIFORNIA 90035

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MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
CALIFORNIA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

February 7, 2007

To the Board of Directors
Oien Securities Inc.
127 Torrance Blvd., Suite 101
Redondo Beach, CA 90277

In planning and performing our audit of the financial statements of Oien Securities 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.

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 Oien Securities Inc. including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g), making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a3(a) (11) and for determining compliance with the exemptive provision 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 the 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 paragraphs. 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 of 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 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, error 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 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 AICPA. A material weakness is a condition in which the design or operation of the specific internal control component 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 the internal control, including control activities for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that the 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 the related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purpose. 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.

This report is intended solely for the use of management and the Securities and Exchange Commission 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.

Ackerman, Matthew, Fiber & Wainberg

ACKERMAN, MATTHEW, FIBER & WAINBERG

END