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SECURITIES AND
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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 1/1/06 AND ENDING 12/31/06
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: California Fina Group, Inc.
DBA: Firacorp Securities

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
2302 MARTIN STREET, SUITE 225

IRVINE
(City)

CA
(State)

92612
(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Ed. PRADO (949) 852-6561 x 213
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

WALTER C. OTTO AND ASSOCIATES CPA, INC
(Name - if individual, state last, first, middle name)

1601 DOVE ST, STE 200
(Address)

NEWPORT BCH CA
(City) (State)

92660
(Zip Code)

CHECK ONE:

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

PROCESSED

APR 17 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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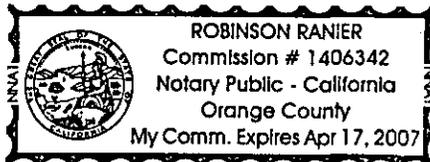
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OATH OR AFFIRMATION

I, Ed. PRADO, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of FINACORP SECURITIES, as of Feb. 28, 2007, 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:

STATE OF CA. Ed Prado
COUNTY OF ORANGE Signature
SUBSCRIBED AND SWORN PRESIDENT/CEO
THIS 27th DAY OF FEB. 2007. Title
John Ranie
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).

**CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006
WITH INDEPENDENT AUDITORS' REPORT
AND
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2006**

**WALTER C. OTTO AND ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS, INC.**

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM

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WALTER C. OTTO AND ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS, INC

INDEPENDENT AUDITORS' REPORT

Board of Directors
California Fina Group, Inc.
DBA Finacorp Securities and
Tradebonds.com
Newport Beach, California

We have audited the accompanying Statement of Financial Condition of California Fina Group, Inc., dba Finacorp Securities and Tradebonds.com (the Corporation) as of December 31, 2006, and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended that the Corporation is filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Corporation'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 misstatements. 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 California Fina Group, Inc. as of December 31, 2006, 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 conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in 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.

Walter C. Otto and Associates
Certified Public Accountants, Inc.

Board of Directors
California Fina Group, Inc.

Independent Auditors' Report
Page 2 of 2

Walter C. Otto and Associates
Certified Public Accountants, Inc.

By:

A large, stylized handwritten signature in black ink, appearing to read "Walter C. Otto", is written over a horizontal line.

Newport Beach, California
February 23, 2007

CALIFORNIA FINA GROUP, INC.
 DBA FINACORP SECURITIES AND TRADEBONDS.COM
 STATEMENT OF FINANCIAL CONDITION
 DECEMBER 31, 2006

ASSETS

Current Assets

Cash	\$ 75,910
Commissions receivable	413,491
Total current assets	<u>489,401</u>

Property and Equipment

Computer equipment	206,749
Office equipment	27,771
Office furniture	36,385
Less accumulated depreciation	<u>(181,081)</u>
Net property and equipment	89,824

Other Assets

Research and development, net of amortization	320,481
Deposit with clearing firm	103,296
Prepaid expenses and rent deposit	5,248
Total other assets	<u>429,025</u>

Total assets	<u>\$ 1,008,250</u>
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LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities

Accounts payable	\$ 15,972
Accrued taxes	325,353
Total current liabilities	<u>341,325</u>

Total Liabilities	<u>341,325</u>
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Shareholders' Equity

Capital stock	53,897
Additional paid-in-capital	1,508,667
Retained earnings	<u>(895,639)</u>

Total shareholders' equity	<u>666,925</u>
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Total liabilities and shareholders' equity	<u>\$ 1,008,250</u>
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See accompanying notes and accountants' report

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM
STATEMENTS OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 2006

Revenue	
Commissions and fees	\$ 2,400,959
Other income	<u>2,500</u>
Total revenue	<u>2,403,459</u>
Operating Expenses	
Employee compensation and benefits	824,163
Commissions and floor brokerage	349,336
Depreciation and Amortization	116,072
Occupancy and equipment rental	53,214
Professional fees	215,479
Taxes, other than income taxes	146,936
Other operating expenses	<u>468,900</u>
Total expenses	<u>2,174,100</u>
Net income (loss) before provision for taxes:	229,359
Provision for state franchise tax	<u>3,440</u>
Net income (loss)	<u>\$ 225,919</u>

See accompanying notes and accountants' report

CALIFORNIA FINA GROUP, INC.
 DBA FINACORP SECURITIES AND TRADEBONDS.COM
 STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
 FOR THE YEAR ENDED DECEMBER 31, 2006

2006					
	Common Stock		Additional Paid-in Capital	Retained Earnings	Total Equity
	Outstanding Shares	Amount			
Balances at January 1	39,953,375	\$ 53,897	\$ 1,508,667	\$ (1,121,558)	\$ 441,006
Net income (loss)				225,919	225,919
Balances at December 31	<u>39,953,375</u>	<u>\$ 53,897</u>	<u>\$ 1,508,667</u>	<u>\$ (895,639)</u>	<u>\$ 666,925</u>

See accompanying notes and accountants' report

CALIFORNIA FINA GROUP, INC.
 DBA FINACORP SECURITIES AND TRADEBONDS.COM
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2006

	2006
Cash flows from operating activities:	
Net income / (loss)	\$ 225,919
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	38,074
(Increase)decrease in assets:	
Deposit with clearing firm	(2,500)
Commissions receivable	(407,098)
Other assets	74,182
Increase(decrease) in liabilities:	
Accounts payable	(47,366)
Loan payable	(7,479)
Accrued tax liability	203,109
Total adjustments	(149,078)
Net cash used for operating activities	76,841
Cash flows applied to investing activities	
Purchase of property and equipment	(931)
	75,910
Net increase (decrease) in cash	75,910
Cash at beginning of year	-
Cash at end of year	\$ 75,910
Additional disclosure of	
Cash expended for interest :	\$ 0
Cash expended for income tax:	
California Franchise tax	\$ 3,440

See accompanying notes and accountants' report

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION California Fina Group, Inc., DBA Finacorp Securities and Tradebonds.com (the Corporation) was organized under the laws of the State of California on July 13, 1994. The Corporation is a broker-dealer, registered with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). As an introducing broker, the Corporation does not hold customer funds or securities.

California Fina Group, Inc., DBA Finacorp Securities and Tradebonds.com are a full service broker dealer focusing primarily on fixed income securities. The firm has developed several internal systems as well as external websites (www.tradebonds.com, www.finacorp.com) that facilitate the process of trading, sourcing and managing bonds. Its customer base is comprised of institutions located both domestically and offshore, as well as some high net worth individuals.

The Corporation conducts most of its business as an introducing broker on a risk less basis, processing all customer orders through clearing firms. Customers are located nationwide. Corporate headquarters are located in Newport Beach, California.

SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES The presentation 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 amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses collected during the reporting period. Actual results could differ from those estimates.

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

Furniture and equipment are stated at cost. Repairs and maintenance to these assets are charged to expense as incurred; major improvements enhancing the function and/or useful life are capitalized. When items are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gains or losses arising from such transactions are recognized. Furniture and equipment are depreciated over their useful lives ranging from five (5) to seven (7) years by the straight-line method.

In accordance with Financial Accounting Standards Board ("FASB") Statement of Financial Accounting Standard ("SFAS") No. 86, "Accounting for the Costs of Computer Software to be Sold, Leased or Otherwise Marketed," certain computer software developments costs are were capitalized in the statement of financial condition.

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

TAX STATUS The Corporation is an S corporation with the consent of its stockholders and pays no federal income taxes and pays California franchise taxes at corporate rates for S corporations. Individual shareholders pay their proportionate share of taxes as reported on corporate income. A tax provision of \$3,440 is the amount of California Franchise tax due.

DEPRECIATION METHOD Office furniture and equipment are valued at cost and are depreciated over their estimated useful lives of five to seven years using the straight line method. The cost of computer equipment is depreciated over an estimated useful life of three years using the straight line method.

CAPITALIZED SOFTWARE COSTS, NET Capitalized software costs consists of costs associated with the development of the Corporation's proprietary software suite. The software suite reached technical feasibility in 1998, at which time the Corporation began capitalizing costs associated with its development. Costs that greatly altered the functionality or expected life of the software suite have also been capitalized. In 2005, the Corporation completed some code enhancements that substantially completed the package. The Corporation has begun to amortize the capitalized costs over the expected life of the current version of the software suite, which is three (3) years.

The software suite consists of three (3) platforms that serve different purposes, but allow for efficacy in accessing and sharing of information. These platforms are Tradebonds.com, Brokerview, and Intelliview. Tradebonds.com is an internet based trading platform that allows clients of the Corporation to research and purchase bonds. The Brokerview platform is an integrated trading platform for the Corporation's brokers. Intelliview is a database platform that assists the brokers with matching buyers to sellers.

The Corporation has explored options of licensing this software suite, leasing or selling it outright.

For the year ended December 31, 2006, the company capitalized \$4,750 for code enhancements and recorded \$78,933 for amortization associated with this asset.

COMMISSIONS RECEIVABLE Receivables from customers stated at face amount consist of commissions due the Corporation. All receivables are current and deemed collectible by management. No provision for allowance for doubtful accounts is considered necessary by management.

CASH AND CASH EQUIVALENTS The Corporation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. At this date and during the year ended December 31, 2006, funds deposited did not exceed the amount covered by the Federal Deposit Insurance Corporation.

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

SUBORDINATED BORROWINGS No subordinated liabilities existed at any time during the years audited.

COMMON STOCK On May 16, 2000, The Corporation's Board of Directors and Corporate Shareholders approved a 40 to 1 stock split of common stock, effective July, 11, 2000. The current number of authorized shares of common stock is 40,000,000. There are 39,953,375 of no par value stock issued and outstanding as of December 31, 2006.

COMMITMENTS

OFFICE SPACE The Corporation leases office space in Newport Beach, California. The term of the lease is to August 31, 2008. Included under Other Assets is a refundable security deposit of \$5,248.

The rent for the period September 1, 2006 to August 31, 2007 is \$4,657 per month; from September 1, 2007, to August 31, 2008, the rent is \$4,771 per month.

TELEPHONE EQUIPMENT The Corporation leased a telephone system from Tamco Capital Corporation on September 1, 2005. The lease terminates on August 31, 2009. Payments are \$332 per month.

FUTURE MINIMUM LEASE PAYMENTS

2007	\$ 66,960
2008	41,240
2009	<u>2,656</u>
	<u>\$110,856</u>

CONTINGENCIES The Corporation is responsible for unpaid Federal and State payroll taxes in the amount of \$322,713. The Corporation has paid the entire amount due as of this date.

USE OF ESTIMATES IN THE PREPARATION OF FINANCIAL STATEMENTS 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.

RISK MANAGEMENT California Fina Group, Inc. is exposed to various risks of loss related to torts; theft of, damage of, and destruction of assets; errors and omissions, injuries to employees and natural disasters. Commercial insurance is carried to provide for these risks.

CALIFORNIA FINA GROUP, INC.
DBA FINACORP SECURITIES AND TRADEBONDS.COM
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NET CAPITAL REQUIREMENTS The Corporation is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1. The Corporation must also maintain a minimum net capital of not less than the greater of \$5,000 or 6 2/3 percent of aggregate indebtedness. At December 31, 2006, the Corporation had net capital of \$251,372 which was \$229,755 in excess of its required net capital of \$5,000. The Corporation's net capital to aggregate indebtedness ratio was 1.358 to 1.

CONCENTRATIONS OF CREDIT RISK The Corporation is engaged in various trading and brokerage activities in which counterparties primarily include broker-dealer, banks, and other financial institutions. In the event counterparties do not fulfill their obligations, the Corporation may be exposed to risk. The risk of default depends on the creditworthiness of the counterparty or issuer of the instrument. It is the Corporation policy to review, as necessary, the credit standing of each counterparty.

FUTURE EVENTS The Corporation has entered into an agreement with an investor on February 28, 2007 whereby the investor will invest \$1,000,000 in California Finacorp, Inc. in exchange for 2.5 percent of common stock. A new issue of Convertible Preferred Stock will be made. The agreement calls for a maximum investment of \$2,000,000. This is a non exclusive finder arrangement.

WALTER C. OTTO AND ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS, INC.

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY
INFORMATION REQUIRED BY RULE 17a-5 OF THE
SECURITIES AND EXCHANGE COMMISSION

Board of Directors
California Fina Group, Inc.
DBA Finacorp Securities and Tradebonds.com
Newport Beach, California

We have audited the accompanying financial statements of California Fina Group, Inc., dba Finacorp Securities and Tradebonds.com as of and for the year ended December 31, 2006, and have issued our report thereon dated February 23, 2007. 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 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 our 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.

Walter C. Otto and Associates
Certified Public Accountants, Inc.

By:



Newport Beach, California
February 23, 2007

California Fina Group, Inc. (DBA: Finacorp Securities)
 Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission
 For the year ended December 31, 2006

Net Capital:		
Total Assets:	\$	1,008,250
Total Liabilities:		(341,325)
Net Worth	\$	<u>666,925</u>
Assets		<u>Non-Allowable</u>
Cash (total from checking and Payroll acct)	\$	-
Securities and Investments held		
Commissions Receivable (SWS Securities)		
Commissions Receivable (Non-SWS Securities)		
Furniture and Equipment		89,824
Other Current Assets		325,729
Clearing Deposit		
Total nonallowable assets	\$	<u>415,553</u>
Total allowable assets		
Net Capital before haircuts on securities positions	\$	<u>251,372</u>
Haircut on securities	\$	<u>-</u>
Net Capital	\$	<u>251,372</u>
Aggregate Indebtness:		
Accounts payable and accrued expenses		<u>341,325</u>
Total aggregate indebtedness	\$	341,325
Computation of basic net capital requirement:		
Minimum net capital required - 6 2/3% of total aggregate indebtedness	\$	<u>21,617</u>
Minimum dollar net capital requirement	\$	<u>5,000</u>
Net capital requirement (greater of above)	\$	<u>21,617</u>
Excess of net capital	\$	<u>229,755</u>
Ratio of aggregate indebtedness to net capital		<u>1.358</u>

See accompanying notes and accountants' report

WALTER C. OTTO AND ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS, INC.

Board of Directors
California Fina Group, Inc.
DBA Finacorp Securities and Tradebonds.com
Newport Beach, California

In planning and performing our audit of the financial statements and supplemental schedules of California Fina Group, Inc., dba Finacorp Securities and Tradebonds.com (The Corporation) 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.

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 Corporation 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 (or aggregate debits) and net capital under rule 17a-3(a)(11) and for determining compliance with the exceptive provisions of rule 15c3-3. Because The Corporation 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 Corporation in any of the following:

1. Performance of quarterly securities examinations, counts, verifications, and comparisons;
2. Recordation of differences required by rule 17a-13; or,
3. Compliance 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 Corporation 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 SEC'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 Corporation has responsibility are safeguarded against loss from unauthorized use or disposition and that

WALTER C. OTTO and ASSOCIATES
Certified Public Accountants, Inc.

Board of Directors
California Fina Group, Inc.
Page 2 of 2

Transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance 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 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 structure, including procedures 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 Corporation's practices and procedures were adequate at December 31, 2006, to meet the SEC's objectives.

This report is intended solely for the use of the Board of Directors, management, the SEC, National Association of Securities Dealers, 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 should not be used for any other purpose.

Walter C. Otto and Associates
Certified Public Accountants, Inc.

By: 
Newport Beach, California
February 23, 2007

California Fina Group DBA Finacorp Securities
 Reconciliation Pursuant to Rule 17a-5(d)(4)
 December 31, 2006

SCHEDULE II

Description	Stated in Part IIA		Difference	Comments
	Qtrly 12/31/04	Audited		
Assets: Cash	75,910	75,910	-	
Assets: Commissions Receivable	413,491	413,491	-	
Assets: Accumulated Depreciation	143,940	181,080	37,140	Current Depreciation Expense
Assets: Clearing Deposit	103,296	103,296	-	
Assets: Prepaid Expense	325,729	325,729	-	
Liabilities: Loan Payable	199,867	341,325	141,458	Additional Accounts Payable
Computation of Net Capital:				
Total Ownership Equity	53,897	53,897	-	
Minimum Net Capital Requirement	924,456	666,925	(257,531)	
Minimum Non-allowable	5,000	5,000	-	
Net Income	531,626	452,694	(78,932)	Current Amortization Expense
Statement of Changes in Ownership: Equity	(273,188)	(225,919)	47,269	
	924,456	666,925	(257,531)	

See accompanying notes and accountants' report

CALIFORNIA FINA GROUP, INC.

**Schedule III – Computation for Determination of Reserve
Requirements Pursuant to Rule 15c3-3
As of December 31, 2006**

A computation of reserve requirement is not applicable to California Fina Group, Inc. as the Corporation qualifies for exemption under Rule 15c3-3 (k)(2)(ii).

CALIFORNIA FINA GROUP, INC.

**Schedule IV – Information Relating to Possession or Control
Requirements Pursuant to Rule 15c3-3
As of December 31, 2006**

Information relating to possession or control requirements is not applicable to California Fina Group, Inc. as the Corporation qualifies for exemption under Rule 15c3-3 (k)(2)(ii).

END