

OMB APPROVAL  
OMB Number: 3235-0123  
Expires: January 31, 2007  
Estimated average burden  
hours per response.....12.00

mm  
H/b



SEC MAIL RECEIVED PROCESSING  
MAR - 2 2007  
199  
SECTION

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

SEC FILE NUMBER  
8-50906

**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 01/01/2006 AND ENDING 12/31/2006  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: REMINGTON CAPITAL SECURITIES, LLC  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
5970 Fairview Road, Suite 720

OFFICIAL USE ONLY  
FIRM I.D. NO.

(No. and Street)

Charlotte, NC 28210  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
James L Carter, Jr. 704-716-8575  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

BURKETT BURKETT & BURKETT, Certified Public Accountants, P.A.

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

128 East Main Street, Suite 201 Rock Hill SC 29730  
(Address) (City) (State) (Zip Code)

**CHECK ONE:**

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

**PROCESSED**

APR 09 2007 E

**FOR OFFICIAL USE ONLY**  
THOMSON  
FINANCIAL

\*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)

AB  
4/15

OATH OR AFFIRMATION

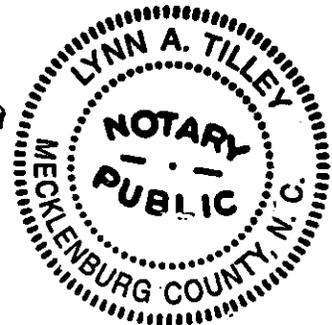
I, James L. Carter, Jr., swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Remington Capital Securities, LLC as of December 31, 2006, are true and correct. I further swear (or affirm) that neither the 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

Lynn A. Tilley  
Notary Public Lynn A. Tilley

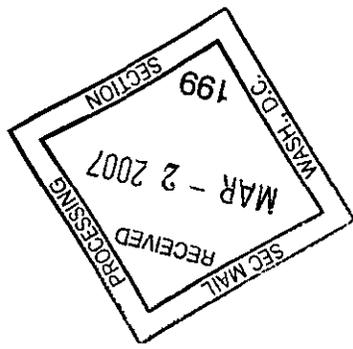
Mecklenburg, North Carolina  
My Commission Expires: 2/08/2009



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 15c3-1 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.

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



**REMINGTON CAPITAL SECURITIES, LLC**

**Financial Statements and Supplemental Information**

**December 31, 2006**

**With Independent Auditor's Report**

**REMINGTON CAPITAL SECURITIES, LLC**

*Table of Contents*

*December 31, 2006*

---

INDEPENDENT AUDITOR'S REPORT.....	1
FINANCIAL STATEMENTS:	
Balance Sheet.....	3
Statement of Income.....	4
Statement of Changes in Member's Equity.....	5
Statement of Cash Flows.....	6
Notes to Financial Statements.....	7
SUPPLEMENTAL INFORMATION:	
Schedule I - Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission.....	9
Schedule II - Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission.....	10
Schedule III - Information Relating to Possession or Control Requirements Under Rule 15c3-3 of the Securities and Exchange Commission.....	11
Schedule IV - Statement Describing Material Inadequacies in Internal Control of Financial Reporting Under Rule 17a-5(j).....	12

# BURKETT, BURKETT & BURKETT

CERTIFIED PUBLIC ACCOUNTANTS, P.A.

## OFFICERS

DONALD H. BURKETT, CPA  
RONALD H. BURKETT, CVA, CPA  
MAX L. CUMMINGS, JR., CPA  
HARVEY C. HEISE, CPA

## LEXINGTON OFFICE

MARK J. HENDRIX, CPA  
EXECUTIVE VICE PRESIDENT

## CPAs

BARBARA P. ADAMS  
GLENN E. BELL  
THOMAS G. DICKINSON  
SANDRA W. EDWARDS  
DEVEN A. FOZDAR  
C. ALLISON HAMMOND  
LARRY D. MONTAGUE, JR.  
KIMBERLY E. SMITH  
EARLE B. TOOLE, JR.  
ROBERT F. VISBISKY  
EDWARD L. WELCH  
CHANDRA H. WEST  
DEANNA H. WILLIAMS

## MEMBERS

AMERICAN INSTITUTE  
OF CERTIFIED PUBLIC  
ACCOUNTANTS

SC ASSOCIATION  
OF CERTIFIED PUBLIC  
ACCOUNTANTS

## ROCK HILL OFFICE

128 EAST MAIN STREET  
SUITE 201  
ROCK HILL, SC 29730  
803-325-1660  
TOLL FREE 888-329-1660  
FAX 803-325-1665

## OTHER OFFICES

WEST COLUMBIA  
LEXINGTON  
SUMTER

## INDEPENDENT AUDITOR'S REPORT

To the Managers of Remington Capital Securities, LLC

We have audited the accompanying balance sheet of Remington Capital Securities, LLC as of December 31, 2006, and the related statements of income, changes in member's equity, and cash flows for the year then ended, that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. We have also audited management's assessment, that Remington Capital Securities, LLC maintained effective internal control over financial reporting as of December 31, 2006. These financial statements and the assessment about the effectiveness of internal control over financial reporting are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements and management's assessment based on our audit.

A company's internal control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principals. A company's internal control over financial reporting includes those policies and procedures that 1) pertain to the maintenance of records that in reasonable detail accurately and fairly reflect the transactions and dispositions of the assets of the company; 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principals, and that receipts and expenditures of the company are being made only in accordance with authorizations of management; and 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United State of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit of financial statements 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 statements presentation. An audit of internal control includes obtaining an understanding of internal control over financial reporting, testing and evaluating the design and operating effectiveness of internal control, and performing such other procedures as we consider necessary in the circumstances.

INDEPENDENT AUDITOR'S REPORT

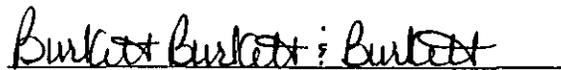
Page 2

We believe that our audits provides a reasonable basis for our opinions.

Because of its inherent limitations, internal control over financial reporting may not prevent or detect misstatements. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Remington Capital Securities, LLC 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. Also in our opinion, management's assessment that Remington Capital Securities, LLC maintained effective internal control over financial reporting as of December 31, 2006, is fairly stated, in all material respects.

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, II, III and IV is presented for purposes of additional analysis and is not 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.



BURKETT BURKETT & BURKETT

Certified Public Accounts, P.A.

Rock Hill, SC

February 19, 2007

# REMINGTON CAPITAL SECURITIES, LLC

## *Balance Sheet*

*December 31, 2006*

---

### Assets

Cash	\$ 10,263
Accounts Receivable	
(Less Allowance for Doubtful Accounts \$ 0)	13,328
Due from Related Party	603
Due from Member	147,364
Property and Equipment, net	<u>6,651</u>
 Total Assets	 \$ <u><u>178,209</u></u>

### Liabilities and Member's Equity

#### Liabilities:

Accounts Payable	\$ <u>381</u>
Total Liabilities	<u>381</u>

#### Member's Equity:

Contributed Capital	(105,926)
Accumulated Equity	<u>283,754</u>

Total Member's Equity	<u>177,828</u>
-----------------------	----------------

Total Liabilities and Member's Equity	\$ <u><u>178,209</u></u>
---------------------------------------	--------------------------

The notes to the financial statements are an integral part of this balance sheet.

# REMINGTON CAPITAL SECURITIES, LLC

## Statement of Income

December 31, 2006

---

Advisory and Fee Income	\$ <u>750,851</u>
Operating Expenses	
Consulting Fees	125,454
Payroll and Related Benefits	229,536
Rent Expense	9,914
Bad Debt Expense	5,332
Parking	2,411
Depreciation	646
Professional Fees	8,882
Marketing and Business Development	917
Telephone and Electronics	11,182
Entertainment & Meals	9,390
Office Supplies and Postage	3,455
Repairs and Maintenance	1,154
Travel	18,228
Memberships and Dues	7,900
Subscriptions and Publications	2,840
Licenses and Permits	6,392
Contributions	1,500
Other	<u>7,821</u>
Total Operating Expenses	<u>452,954</u>
Other Income	
Interest	<u>342</u>
Other Expense	
Interest	583
Loss on Disposal of Assets	<u>98</u>
Total Other Expense	<u>681</u>
Net Income/(Loss)	\$ <u><u>297,558</u></u>

The notes to the financials statements are an integral part of this statement.

# REMINGTON CAPITAL SECURITIES, LLC

## Statement of Changes in Member's Equity

December 31, 2006

---

	<u>Contributed Capital</u>	<u>Accumulated Equity (Deficit)</u>	<u>Total</u>
Balance, December 31, 2005	\$ 235,476	\$ (111,416)	\$ 124,060
Capital Contributions	-	-	-
Net Income/(Loss)	-	297,558	297,558
Capital Withdrawals	<u>(341,402)</u>	<u>97,612</u>	<u>(243,790)</u>
Balance, December 31, 2006	<u>\$ (105,926)</u>	<u>\$ 283,754</u>	<u>\$ 177,828</u>

The notes to the financial statements are an integral part of this statement.

# REMINGTON CAPITAL SECURITIES, LLC

## Statement of Cash Flows

December 31, 2006

---

### Cash Flows from Operating Activities

Net Income/(Loss) \$ 297,558

Adjustments to Reconcile Net Income to Net Cash  
Used in Operating Activities

Change in -

Depreciation	646
Accounts Receivable	(10,926)
Due from Member	(66,543)
Due from Related Party	4,934
Accounts Payable	(11,385)
Due to Related Party	<u>-</u>

Total Adjustments (83,274)

Net Cash Generated in Operating Activities 214,284

### Cash Flows Used by Investing Activities

Purchase of Fixed Assets (6,958)

Cash Flows Used by Financing Activities (6,958)

Member Contributions  
Distributions from Member Withdrawals (243,790)

Net Decrease in Cash (36,464)

Cash, Beginning of Year 46,727

Cash, End of Year \$ 10,263

The notes to the financial statements are an integral part of this statement.

# REMINGTON CAPITAL SECURITIES, LLC

## *Notes to Financial Statements*

*December 31, 2006*

---

### **1. ORGANIZATION AND NATURE OF BUSINESS**

Remington Capital Securities, LLC (the Company) is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the National Association of Securities Dealers (NASD). The Company operates as a limited liability company in accordance with, and pursuant to, the North Carolina Limited Liability Company Act and will continue in existence until December 31, 2099, unless sooner terminated. The Company is 100% wholly owned by James L. Carter, Jr.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### Use of Estimates

The Company's financial statements are prepared in accordance with generally accepted accounting principles which require 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

Additions to property and equipment are carried at cost. Maintenance and repair costs and minor replacements not resulting in betterment are charged to expense when incurred. Depreciation is recorded using straight-line and accelerated methods over the estimated useful lives of the assets.

# REMINGTON CAPITAL SECURITIES, LLC

## Notes to Financial Statements

December 31, 2006

---

### 3. INCOME TAXES

The Company is treated as a single member limited liability company for Federal and state income tax purposes. Its earnings and losses are included in the income tax returns of its owner. Therefore, no provision or benefit for income taxes has been included in these financial statements.

### 4. PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

Computer Equipment	\$	6,958
Office Equipment		<u>1,738</u>
		8,696
Less Accumulated Depreciation		<u>(2,045)</u>
	\$	<u>6,651</u>

Depreciation expense for the year ended December 31, 2006 was \$ 646.

### 5. NET CAPITAL REQUIREMENTS

The Company 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, both as defined, shall not exceed 15 to 1. At December 31, 2006, the Company had net capital of \$9,882. The Company's net capital ratio was .04 to 1.

### 6. RELATED PARTY TRANSACTIONS

The Company has a receivable due from related parties of \$603 as of December 31, 2006. This receivable is verbal, non-interest bearing and has no explicit repayment terms. The receivable is considered to be short-term.

The Company has an member receivable of \$147,364 as of December 31, 2006. This receivable is verbal, non-interest bearing and has no explicit repayment terms. This receivable is considered to be short-term.

Schedule I

REMINGTON CAPITAL SECURITIES, LLC

*Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission*

*December 31, 2006*

---

<b>Net Capital</b>	\$ <u>177,828</u>
<b>Less: Non-Allowable Assets</b>	
Unsecured Accounts Receivable	13,328
Related Party Receivable	147,967
Other	<u>6,651</u>
Total Non-Allowable Assets	<u>167,946</u>
<b>Net Capital</b>	9,882
<b>Required Net Capital</b>	<u>5,000</u>
<b>Excess Net Capital</b>	\$ <u>4,882</u>
<b>Aggregate Indebtedness</b>	\$ <u>381</u>
<b>Aggregate Indebtedness to Net Capital</b>	<u>.04 to 1</u>

Under rule 15c3-1 no material differences exist between this computation of Net Capital and the broker's or dealers corresponding unaudited most recent FOCUS, Part IIA.

Schedule II.

REMINGTON CAPITAL SECURITIES, LLC

*Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission*

*December 31, 2006*

---

Since the Company did not carry securities accounts for customer or perform custodial functions relating to customers' securities in 2006, Rule 15c3-3 of the Securities and Exchange Commission did not apply to the Company as of December 31, 2006.

**Schedule III**

**REMINGTON CAPITAL SECURITIES, LLC**

***Information Relating to Possession or Control Requirements Under Rule 15c3-3 of the Securities and Exchange Commission***

***December 31, 2006***

---

Since the Company did not carry securities for customers or perform custodial functions relating to customers' securities in 2006, Rule 15c3-3 of the Securities and Exchange Commission did not apply to the Company as of December 31, 2006.

Schedule IV

REMINGTON CAPITAL SECURITIES, LLC

*Material inadequacies found in Internal Control of Financial Reporting Under Rule 17a-5(j) of the Securities and Exchange Commission*

*December 31, 2006*

---

There were no material inadequacies found in the internal control of financial reporting as of period ending December 31, 2006.