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SECURITIES

COMMISSION

Washington, D.C. 20549

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

SEC FILE NUMBER
8- 52039

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: General Finance Securities LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

One Mifflin Place, Suite 230 - 11GGA

(No. and Street)

Cambridge

(City)

MA

(State)

02138

(Zip Code)

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

Joseph D. Downing

617-547-7417

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Tonneson & Company CPAs PC

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

401 Edgewater Place, Suite 300 Wakefield

(Address)

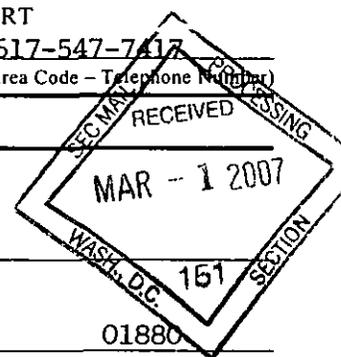
(City)

MA

(State)

01880

(Zip Code)



CHECK ONE:

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

PROCESSED

3 MAR 29 2007

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)

SEC 1410 (06-02)

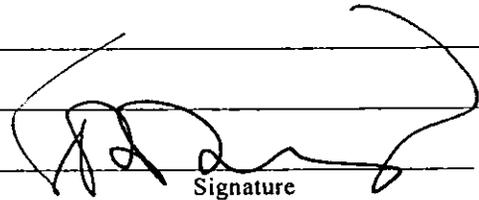
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PHX

OATH OR AFFIRMATION

I, Joseph D. Downing, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of General Finance 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:

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

  
Signature

President  
Title

Marie A. Doucette  
Notary Public



**MARIE A. DOUCETTE**  
NOTARY PUBLIC  
COMMONWEALTH of MASSACHUSETTS  
MY COMMISSION EXPIRES  
MARCH 10, 2011

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).

# TONNESON & COMPANY CPAs PC

*Certified Public Accountants and Business Consultants*

## INDEPENDENT AUDITORS' REPORT

### Members

General Finance Securities, LLC  
Cambridge, Massachusetts

We have audited the accompanying balance sheets of General Finance Securities, LLC as of December 31, 2006 and 2005, and the related statements of operations, comprehensive income (loss), changes in members' capital and cash flows for the years 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 audits.

We conducted our audits in accordance with U.S. generally accepted auditing standards. 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 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 audits provide 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 General Finance Securities, LLC as of December 31, 2006 and 2005, and the results of its operations and cash flows for the years then ended in conformity with U.S. generally accepted accounting principles.

*Tonneson & Company CPAs PC*  
Tonneson & Company CPAs PC

February 26, 2007

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Wakefield, MA 01880-6208  
T: 781.245.9999 • F: 781.245.8731  
www.tonneson.com

**GENERAL FINANCE SECURITIES, LLC**

**BALANCE SHEETS**

**DECEMBER 31, 2006 AND 2005**

**ASSETS**

	<u>2006</u>	<u>2005</u>
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 6,264	\$ 10,308
Marketable securities	<u>3,079</u>	<u>3,518</u>
Total current assets	<u>9,343</u>	<u>13,826</u>
<b>OTHER ASSETS:</b>		
Investments	<u>140</u>	<u>140</u>
<b>TOTAL ASSETS</b>	<b>\$ <u>9,483</u></b>	<b>\$ <u>13,966</u></b>

**LIABILITIES AND MEMBERS' CAPITAL**

<b>CURRENT LIABILITIES:</b>		
Accounts payable	<u>2,000</u>	\$ <u>2,675</u>
<b>TOTAL LIABILITIES</b>	<u>2,000</u>	<u>2,675</u>
<b>MEMBERS' CAPITAL</b>		
Members' equity	5,704	9,073
Accumulated other comprehensive income (loss)	<u>1,779</u>	<u>2,218</u>
<b>TOTAL MEMBERS' CAPITAL</b>	<u>7,483</u>	<u>11,291</u>
<b>TOTAL LIABILITIES AND MEMBERS' CAPITAL</b>	<b>\$ <u>9,483</u></b>	<b>\$ <u>13,966</u></b>

See Notes to Financial Statements

END