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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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

SEC FILE NUMBER  
8- 66889

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 1/6/08 AND ENDING 12/31/08  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: ALTERNATIVE ASSET INVESTMENT  
MANAGEMENT SECURITIES LLC  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

OFFICIAL USE ONLY  
FIRM I.D. NO.

650 FIFTH AVE FIFTH FLOOR  
(No. and Street)

NEW YORK NY 10015  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
VICTOR FARY 212 521 6795  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

JOHN P. COMPARATO CPA PC  
(Name - if individual, state last, first, middle name)

764 RT 25A SETAUCET NY  
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

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SEC 1123  
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Washington, DC  
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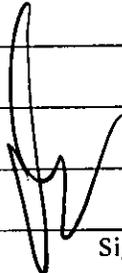
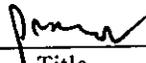
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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, VICTOR PARK, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC, as of DECEMBER 31, 2009, 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  
  
\_\_\_\_\_  
Title

  
\_\_\_\_\_  
Notary Public

Markus L. Karr  
NOTARY PUBLIC, State of New York  
No. 01KA5035535  
Qualified in Westchester County  
Commission Expires November 7, 2010

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).

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**REPORT ON EXAMINATION OF FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

**YEAR ENDED DECEMBER 31, 2008**

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

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DECEMBER 31, 2008**

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JOHN P. COMPARATO C.P.A., P.C.

February 12, 2009

To the Board of Directors  
Alternative Asset Investment Management Securities LLC

We have audited the accompanying statements on financial condition of Alternative Asset Investment Management Securities LLC as of December 31, 2008 and the related statements of operations, stockholder's equity 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 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 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 conformity with general accepted accounting principles, the financial position of Alternative Asset Investment Management Securities LLC as of December 31, 2008, the results of its operations and cash flows for the year then ended.

Our audit was made for the purpose of forming an opinion on the basic financial statements, taken as a whole of Alternative Asset Investment Management Securities LLC. The supplemental information 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 examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statement taken as a whole.

A handwritten signature in black ink that reads 'John P. Comparato'.

John P. Comparato

JPC.bcd

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2008**

**ASSETS**

**CURRENT ASSETS**

Cash	\$ 157,385
Commissions Receivable	<u>86,842</u>
	<u>244,227</u>

**FIXED ASSETS**

Net of Accumulated Depreciation of \$22,959	<u>53,754</u>
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<b>TOTAL ASSETS</b>	<b><u>\$ 297,969</u></b>
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**LIABILITIES AND MEMBERS' CAPITAL**

**CURRENT LIABILITIES**

Accounts Payable and Accrued Expenses	\$ 29,340
Corporate taxes Payable	<u>10,274</u>
	39,614

**MEMBERS' CAPITAL**

<u>258,355</u>
<b><u>\$ 297,969</u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**STATEMENT OF OPERATIONS  
YEAR ENDED DECEMBER 31, 2008**

<b>REVENUE</b>	<b><u>\$ 3,615,577</u></b>
<b>EXPENSES</b>	
Commissions Expense	966,426
Professional Fees	85,838
Payroll & Payroll Taxes	3,696
Regulatory Fees & Clearing Costs	23,386
Rent Expense	35,526
Office Expense	16,339
Dues and Subscriptions	14,109
Travel & Entertainment	18,230
Insurance	21,388
Other Expenses	87,275
Depreciation Expense	16,260
Pension Expense	<u>91,000</u>
<b>TOTAL EXPENSES</b>	<b><u>1,379,473</u></b>
<b>NET INCOME BEFORE INCOME TAXES</b>	<b>2,236,104</b>
<b>PROVISION FOR INCOME TAXES</b>	<b><u>92,192</u></b>
<b>NET INCOME</b>	<b><u>\$ 2,143,912</u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**STATEMENT OF CHANGES IN MEMBERS' CAPITAL  
YEAR ENDED DECEMBER 31, 2008**

Balance Dec. 31, 2007	\$ 275,024
Contribution	64,887
Distributions	<2,225,468>
Net Income	2,143,912
Balance Dec. 31, 2008	<u>\$ 258,355</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**STATEMENT OF CHANGES IN CASH FLOWS  
YEAR ENDED DECEMBER 31, 2008**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Net Income <Loss>	\$ 2,143,912
Depreciation, Net of Additions	16,620
Increase in Accounts Payable & Accrued Expenses	<3,041>
Decrease in Commission Receivables	<28,029>
Increase in Taxes Receivables	1,774
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>2,131,236</b>
<b>NET CASH USED BY FINANCING ACTIVITIES</b>	<b>&lt;2,099,321&gt;</b>
<b>NET INCREASE IN CASH</b>	<b>31,515</b>
<b>CASH AT BEGINNING OF YEAR</b>	<b><u>125,870</u></b>
<b>CASH AT END OF YEAR</b>	<b><u>\$ 157,385</u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

# **ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

## **NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008**

### **NOTE 1 – NATURE OF BUSINESS AND ORGANIZATION**

Alternative Asset Investments Management Securities LLC ("The Company"), incorporated under the laws of the State of New York as a registered broker-dealer with the Securities and Exchange Commission. The Company is also a member of the National Association of Securities Dealers, Inc. The Company's registration became effective in 2002.

### **NOTE 2 – SIGNIFICANT ACCOUNTING PRINCIPLES**

- (a) The Company records securities transactions (and related commission revenue and expense) on a settlement date basis. Revenues and expenses would not be materially different if reported on a trade basis.
- (b) The process of preparing financial statement in conformity with generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

### **NOTE 3 – INCOME TAXES**

The Company has elected to be taxed as a Limited Liability Corporation, in which income and losses flow directly to the stockholder. Therefore, no provision for federal and state corporate taxes has been made.

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2008**

**NOTE 4 – 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 8 to 1. At December 31, 2008, the Company had a net capital of \$117,771 which exceeded requirements of \$5,000 by \$112,771. The Company's net ratio was .34 to 1.

**ALTERNATIVE ASSET INVESTMENT MANAGEMENT SECURITIES LLC**

**COMPUTATION OF NET CAPITAL UNDER RULE 15C3-1  
OF THE SECURITIES AND EXCHANGE COMMISSION  
DECEMBER 31, 2008**

<b>NET CAPITAL</b>	<b>\$ 258,355</b>
Total Ownership Equity	
Add:	
Liabilities Subordinated to Claims of General Creditors	
Allowable in Computation on Net Capital	-
Other (Deductions) or allowable credits	<u>-</u>
<b>Total Capital and Allowable Subordinated Liabilities</b>	<b>\$ 258,355</b>
Deductions and/or Charges:	
Non-Allowable Assets	<u>140,584</u>
Net Capital before Haircuts on Securities Positions	117,771
Haircuts on Securities Positions	<u>-</u>
<b>Net Capital</b>	<b><u>\$ 117,771</u></b>
 <b>AGGREGATE INDEBTEDNESS</b>	
Items included in the Statement of Financial Condition:	
Accounts Payable and Accrued Expenses	29,340
Corporate Taxes Payable	<u>10,274</u>
 <b>COMPUTATION OF BASIC NET CAPITAL REQUIREMENT</b>	
Minimum Net Capital Requirement	<u>5,000</u>
Excess Net Capital @ 1000%	<u>113,810</u>
Ratio: Aggregate Indebtedness to Net Capital	.34

THERE IS NO DIFFERENCE BETWEEN THIS AUDITED COMPUTATION OF NET CAPITAL AND THAT INCLUDED AND THAT INCLUDED IN THE COMPANY'S UNAUDITED DECEMBER 31, 2008 FOCUS PART II FILING.



JOHN P. COMPARATO C.P.A., P.C.

## **INDEPENDENT AUDITOR'S REPORT ON INTERNAL ACCOUNTING CONTROL**

To the Board of Directors  
Alternative Asset Investments Management Securities LLC

We have examined the financial statements of Alternative Asset Investments Management Securities LLC for the year ended December 31, 2008 and have issued our report therein dated February 12, 2009. As part of our examination, we made a study and evaluation of the Company's system of internal accounting control (which includes the procedures for safeguarding securities) to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation, which included obtaining an understanding of the accounting system, was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the financial statements.

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 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 custodian functions relating to customers securities.

The management of the Company is responsible for establishing and maintaining a system of internal accounting control and 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 control procedures and practices and procedures to in the preceding paragraph to assess whether those practices and procedures can be expected to achieve the Commissions above-mentioned objectives. The objectives of a system 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 the unauthorized use of disposition, and that 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 accounting control procedures or the practices and procedures referred to above, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of them to a future period is subject to the risk that they may become inadequate because of changes in conditions or that the degree of compliance with them may deteriorate.

Our study and evaluation for the limited purpose described in the first paragraph would not necessarily disclose all material weakness in the system. Accordingly, we do not express an opinion on the system of internal accounting control of Alternative Asset Investments Management Securities LLC as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report 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 this study, we believe that the Company's practices and procedures at December 31, 2008 meet the Commission's objectives.

This report is intended solely for the use of management and the Securities and Exchange Commission and should not be used for any other purpose.



John P. Comparato

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END