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

RECD S.E.C.  
FEB 26 2009

SEC FILE NUMBER  
8-32418

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 302 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 01/01/2008 AND ENDING 12/31/2008  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: TRANS AMERICAN EQUITIES CORPORATION  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
4141 North Henderson Road, Suite #8  
(No. and Street)  
Arlington, Virginia 22203  
(City) (State) (Zip Code)

OFFICIAL USE ONLY  
FIRM I.D. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Mr. Arthur L. Walters (703) 527-5200  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

ROBINSON, JACK H.  
(Name - if individual, state last, first, middle name)

P.O. Box 430 Centreville Virginia 20122  
(Address) (City) (State) (Zip Code)

**CHECK ONE:**

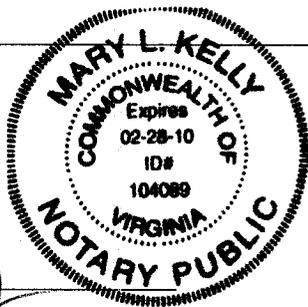
- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

**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)

OATH OR AFFIRMATION

I, ARTHUR L. WALTERS, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Trans American Equities Corporation, as of December 31, 2008, 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 of Arthur L. Walters, President

Mary L. Kelly, 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 15c3-1 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).

**JACK H. ROBINSON**

----- Certified Public Accountant -----

**INDEPENDENT AUDITOR'S REPORT**

**P.O. Box 430  
Centreville, Virginia 20122  
703-830-8865**

To the Stockholders and  
Board of Directors of  
Trans American Equities Corporation:

We have audited the balance sheet of Trans American Equities Corporation as of December 31, 2008 and the related statements of income and retained earnings, cash flows and changes in shareholders' equity. These financial statements are the responsibility of the Trans American Equities 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 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 Trans American Equities Corporation at December 31, 2008 and the results of their operations and their cash flows for the year ended, in conformity with accounting principles accepted in the United States of America.



Arlington, Virginia  
January 20, 2009

## TRANS AMERICAN EQUITIES CORPORATION

## BALANCE SHEET

DECEMBER 31, 2008

ASSETS**Current Assets:**

Cash		\$	50,915
Investments- Equity Securities (Note A-2)	218,300		
Add: Unrealized Gain	36,213		254,513
			-----
Accounts Receivable			4,890
			-----
Total Current Assets		\$	310,318
			=====

**LIABILITIES AND SHAREHOLDERS' EQUITY**LIABILITIES**Current Liabilities:**

Accounts Payable		\$	10,155
Income Taxes			-----
Total Current Liabilities		\$	10,155
			-----

SHAREHOLDERS' EQUITY

Common Shares, Par Value \$.01 a share, 10,000 Shares Authorized 8,100 Issued & Outstanding		\$	81
Capital in Excess of Par Value			239,919
Net Unrealized Securities Gain			36,213
Retained Earnings- Exhibit B			23,950
			-----
Total Shareholders' Equity			300,163
			-----

<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		\$	310,318
			=====

The accompanying notes are an integral part of these financial statements.

**TRANS AMERICAN EQUITIES CORPORATION**  
**STATEMENT OF INCOME AND RETAINED EARNINGS**  
**FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2008**

Income :	
Investment Advisory Fees	\$ 19,600
Gain on Sale of Securities	
Dividends	
Interest	141
	-----
Total	\$ 19,741
	-----
Expenses:	
Administrative Services	4,255
Consulting Fees	16,300
Registration Fees & Expenses	773
	-----
Total	\$ 21,328
	-----
Income (Loss) Before Provision for Income Taxes:	(1,587)
Provision (Benefit Provided) for Income Taxes	0
	-----
Net Income	\$ (1,587)
Retained Earnings - December 31, 2007	25,537
	-----
Retained Earnings - December 31, 2008	\$ 23,950
	=====
Earnings (Loss) per share	
Primary	\$ 2.96
Fully Diluted	\$ 2.96

The accompanying notes are an integral part of these financial statements.

**TRANS AMERICAN EQUITIES CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE FISCAL YEAR ENDED**  
**DECEMBER 31, 2008**

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Net Income (Loss)	\$ (1,587)
Adjustments to reconcile income to net cash provided:	
Accounts Receivable-increase	(350)
Accounts Payable-increase	6,313
	-----
Net Cash Provided (Used) by Operating Activities:	\$ 4,376
	=====

**CASH FLOWS FROM INVESTING ACTIVITIES :**

Purchase-Available for Sale Securities	0
	-----
Net Cash Provided (Used) by Investing Activities:	\$ 0
	=====

**CASH FLOWS FROM FINANCING ACTIVITIES :**

Proceeds from Sale of Common Stock	0
	-----
Net Cash Provided (Used) by Financing Activities:	\$ 0
	=====

Net Increase (Decrease) in Cash	\$ 4,376
UNRESTRICTED CASH- Beginning of Period	46,539
	-----
UNRESTRICTED CASH- End of Period	\$ 50,915
	=====

The accompanying notes are an integral part of these financial statements.

# TRANS AMERICAN EQUITIES CORPORATION

## -Notes to Financial Statements-

December 31, 2008

### NOTE A: Significant Accounting Policies

#### 1. **Principal of Statement Presentation:**

Trans American Equities Corporation, a Virginia corporation, was incorporated in 1983 but did not commence operations until 1984. On October 25, 1984, the Corporation was registered as a Securities Broker/Dealer pursuant to Section 15(b) of the Securities Exchange Act. The Corporation's operational activities have been limited to investment advisory services.

#### 2. **Investment Securities:**

Investment securities are carried at cost adjusted for amortization of premiums and discounts, both computed by the straight-line method. The Corporation is required to disclose fair value information for balance sheet financial instruments. The fair value of the Equity Securities are based upon market quotations at December 31, 2008. The fair values of the financial instruments may not be indicative of their future fair values.

#### Equity Securities

Carrying Value	\$ 254,513
Fair Value	254,513

#### 3. **Income Taxes:**

Prepaid and deferred income taxes are provided for timing differences between income and expenses for financial reporting purposes and for income tax purposes.

#### 4. **Cash Equivalents:**

Highly liquid investment instruments purchased with original maturities of three months or less are considered cash equivalents.

#### 5. **Use of Estimates**

The preparation of financial statements in conformity with accounting principles accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements. The Corporation is also required to make estimates and assumptions that affect the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE B: Common Stock**

On July 23, 1986, the Corporation declared a reverse split of its common stock reducing the authorized 100,000 shares with a par value of \$.01 to 10,000 shares with a par value of \$.01. All common shares at the time of the reverse split were issued and outstanding and were exchanged at rate of 10 shares of old stock for one share of new. On October 8, 1986, the common shareholders, on a pro rata basis, paid-in an additional \$15,000. On December 1, 1989, the common shareholders, on a pro rata basis, again paid-in an additional \$15,000.

On January 1, 1996, the Corporation declared a reverse stock split. 10,000 shares of common stock were exchanged at a rate of two shares of old stock for one share of new. Par value remained at \$.01 per share. On February 20, 1996, the Corporation sold 2,850 shares of previously unissued stock for \$20,000. On March 5, 1998, 150 shares of previously unissued stock were sold for \$50,000. On July 1, 2005, 100 shares of previously unissued stock were sold for \$135,000.00.

TRANS AMERICAN EQUITIES CORPORATION

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2008

NOTE C

COMPUTATION OF NET CAPITAL

Total ownership equity (Exhibit A)		\$	300,163
Deductions:			
Non - Allowable Assets (Accounts receivable)			4,890
			-----
Net capital before haircuts on security positions		\$	295,273
Haircuts on security positions			
Exempt securities	38,177		
Undue concentration	33,522		71,699
			-----
Net Capital		\$	223,574
			=====

NOTE D

COMPUTATION OF BASIC NET  
CAPITAL REQUIREMENT

Minimum net capital required		\$	677
Minimum dollar net capital requirement		\$	5,000
Net capital requirement		\$	5,000
Excess net capital			
Net Capital	223,574		
Net capital requirement	5,000	\$	218,574
			-----
Excess net capital at 1000%			
Net Capital	223,574		
10% of indebtedness	1,016	\$	222,558
			-----
			=====

COMPUTATION OF  
AGGREGATE INDEBTEDNESS

Total liabilities- Exhibit A		\$	10,155
			=====
Total aggregate indebtedness		\$	10,155
			=====
Percentage of aggregate indebtedness to net capital			
Aggregate indebtedness	10,155		
Net Capital	223,574		4.54%
			=====

**TRANS AMERICAN EQUITIES CORPORATION**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2008**

**NOTE E**

**COMPUTATION FOR DETERMINATION  
OF RESERVE REQUIREMENTS PURSUANT TO  
SEC RULE 15c3-3**

The Company claims an exemption from Rule 15c3-3 based upon

A.(k) (1)

Limited business (mutal funds and/or variable annutities only)

**JACK H. ROBINSON**

----- Certified Public Accountant -----

**P.O. Box 430  
Centreville, Virginia 20122  
703-830-8865**

**SUPPLEMENTAL REPORT**

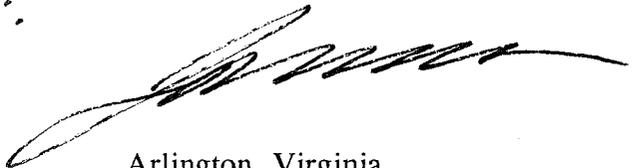
To the Stockholders and  
Board of Directors of  
Trans American Equities Corporation:

We have examined the financial statements of Trans American Equities Corporation for the year ended December 31, 2008, and have issued our report dated January 20, 2009. As a part of our examination, we reviewed and tested the Corporation's system of internal accounting and operational procedures with respect to material inadequacies, the prior unaudited internal computation of Net Capital and Reserve Requirements and the computation of changes in stockholders' equity. Our review also took into consideration the audit requirements pursuant to Securities and Exchange Rule 17a-5(d)(1).

We found no material inadequacies as to the Corporation's system of internal accounting controls or its operational procedures.

A reconciliation between the audited computation of Net Worth and 15c3-3 Reserve Requirements and the Corporation's unaudited Part II reflected no differences.

This report is solely intended for use in meeting compliance requirements as set forth in the Securities and Exchange Commission Rule 17a-5(d)(1) and is to be considered an integral part of our report dated January 20, 2009



Arlington, Virginia  
January 20, 2009

**TRANS AMERICAN EQUITIES CORPORATION**

**FINANCIAL STATEMENTS**

**&**

**SUPPLEMENTAL DATA**

as of

December 31, 2008

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**JACK H. ROBINSON**  
Certified Public Accountant  
Centreville, Virginia