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

SEC FILE NUMBER
8- 42004

**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 01/01/08 AND ENDING 12/31/08  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: CURREN & CO.

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

1900 MAIN STREET, SUITE 325

(No. and Street)

IRVINE

CALIFORNIA

92614

(City)

(State)

(Zip Code)

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

BILL CURREN

949/476-3230

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

GOODRICH, BARON, GOODYEAR, LLP

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

6700 E. PACIFIC COAST HWY., SUITE 255, LONG BEACH, CA

(Address)

(City)

(State)

SEC  
Mail Processing  
Section  
FEB 23 2009  
Washington, DC  
101

**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)

SEC 1410 (06-02)

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OATH OR AFFIRMATION

I, BILL CURREN, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of CURREN & CO., 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 BILL CURREN

PRESIDENT  
Title

\_\_\_\_\_  
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~~ **Cash Flows**
- (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.
- (o) **Independent Auditors' Report on Internal Accounting Control**

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



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GOODRICH • BARON • GOODYEAR LLP  
*Certified Public Accountants*

## INDEPENDENT AUDITORS' REPORT

The Board of Directors  
Curren & Company  
Irvine, California

We have audited the accompanying statement of financial condition of Curren & Company as of December 31, 2008, and the related statements of income (loss), changes in stockholder'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. 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 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 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 position of Curren & Company as of December 31, 2008, 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 on Pages 9-12 is presented for the purpose 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.

A handwritten signature in cursive script that reads "Goodrich Baron Goodyear LLP".

Long Beach, California  
February 18, 2009

**CURREN & COMPANY**  
**STATEMENT OF FINANCIAL CONDITION**

DECEMBER 31, 2008

ASSETS

Cash in bank	\$ 15,051
Deposit – Clearing agent	75,072
Receivable – Clearing agent	8,404
Marketable securities	70,065
Other receivable – Employees	9,326
Prepaid expenses	5,885
Property and equipment, net	890
Deferred tax asset	23,076
Other assets	<u>6,187</u>
 Total assets	 \$ <u>213,956</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Liabilities:		
Accounts payable and accrued expenses		\$ 10,019
Payables to broker/dealer – Clearance account		<u>24,830</u>
 Total liabilities		 34,849
 Stockholder's equity:		
Common stock without par value; authorized, issued and outstanding, 100 shares	\$ 54,758	
Additional paid-in capital	44,000	
Retained earnings	<u>80,349</u>	
 Total stockholder's equity		 <u>179,107</u>
 Total liabilities and stockholder's equity		 \$ <u>213,956</u>

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

**CURREN & COMPANY**  
**STATEMENT OF INCOME (LOSS)**  
**YEAR ENDED DECEMBER 31, 2008**

Revenues:		
Commissions		\$ 457,094
Interest and dividends		53,376
Realized and unrealized losses		<u>(46,472)</u>
Total revenues		463,998
Expenses:		
Employee compensation and benefits	\$ 343,480	
Rent	65,825	
Floor brokerage, exchange clearance and regulatory fees	32,174	
Outside services	6,022	
Office expenses	40,050	
Telephone	8,809	
Professional fees	11,555	
Interest	2,011	
Depreciation	547	
Other expenses	<u>3,911</u>	
Total expenses		<u>514,384</u>
Loss before income taxes		(50,386)
Income taxes:		
Current	800	
Deferred	<u>(13,410)</u>	
Total income taxes		<u>(12,610)</u>
Net loss		\$ <u>(37,776)</u>

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

**CURREN & COMPANY**  
**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY**

YEAR ENDED DECEMBER 31, 2008

	<u>Common Stock</u>	<u>Additional Paid-in Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance at December 31, 2007	\$ 54,758	-	118,125	172,883
Paid-in capital contributed	-	44,000	-	-
Net loss for the year ended December 31, 2008	<u>-</u>	<u>-</u>	<u>(37,776)</u>	<u>(37,776)</u>
Balance at December 31, 2008	\$ <u>54,758</u>	<u>44,000</u>	<u>80,349</u>	<u>179,107</u>

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

**CURREN & COMPANY**  
**STATEMENT OF CASH FLOWS**

YEAR ENDED DECEMBER 31, 2008

Cash flows from operating activities:		
Net loss		\$ (37,776)
Adjustments to reconcile net income to net cash provided from operating activities:		
Unrealized and realized gains and losses	\$ 46,472	
Depreciation	547	
Decrease in clearing deposits	244	
Decrease in receivables – Clearing agent	7,140	
Increase in payables and accrued expenses	5,600	
Increase in deferred tax asset	(13,410)	
Increase in prepaid expenses	<u>(1,185)</u>	
Total adjustments		<u>45,408</u>
Net cash flows provided by operating activities		7,632
Cash flows from investing activities:		
Proceeds from sales of securities	376,226	
Net purchases - Marketable securities	<u>(389,038)</u>	
Net cash flows used for investing activities		(12,812)
Cash flows from financial activities:		
Decrease in payables to broker/dealer - margin purchases	(31,552)	
Paid-in capital received	<u>44,000</u>	
Net cash flows provided by financing activities		<u>12,448</u>
Net increase in cash		7,268
Cash at beginning of year		<u>7,783</u>
Cash at end of year		\$ <u>15,051</u>

SUPPLEMENTAL CASH INFORMATION

Cash payments for taxes	\$ <u>800</u>
Cash payments for interest	\$ <u>2,011</u>

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

**CURREN & COMPANY**  
**NOTES TO FINANCIAL STATEMENTS**

DECEMBER 31, 2008

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

The Company is a registered broker-dealer incorporated under the laws of the State of California maintaining its only office in Irvine, California. The Company is subject to a minimum net capital requirement of \$100,000 pursuant to SEC Rule 15c3-1 and operates pursuant to the (k)(2)(ii) exemptive provision of SEC Rule 15c3-3 and does not hold customer funds or securities. The Company acts as an introducing broker/dealer and clears transactions on a fully disclosed basis through a clearing agent.

Method of Accounting

The Company maintains its books and records on the accrual basis of accounting. Security transactions and related commissions are recorded on the trade-date basis.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. Actual results could differ from those estimates.

SIPC

The SIPC assessment has been determined fairly in accordance with applicable instructions and was remitted timely.

Cash Equivalents

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Marketable Securities

The Company's securities investments, which are bought and held principally for the purpose of selling them in the near term, are classified as trading securities. Trading securities are recorded at fair value on the balance sheet with the change in fair value during the period included in earnings.

**CURREN & COMPANY**  
**NOTES TO FINANCIAL STATEMENTS, CONTINUED**

DECEMBER 31, 2008

(2) PROPERTY AND EQUIPMENT

Furniture and computer equipment are stated at cost. Depreciation is provided by the straight-line method over estimated useful lives of seven and five years, respectively. At December 31, 2008, the financial statement memorandum account for fixed assets consisted of the following:

Equipment	\$ 31,834
Computers	<u>20,894</u>
Total	52,728
 Accumulated depreciation	 <u>(51,838)</u>
Net book value	\$ <u>890</u>

(3) SECURITIES OWNED AT MARKET VALUE

The Company holds securities available for sale which are stated at fair market value as of December 31, 2008. These securities are listed on national exchanges and the fair value is determined based on published market prices. At December 31, 2008, the securities held had a market value of \$70,065, with gross unrealized losses of approximately \$12,633.

(4) INCOME TAXES

The provision for income taxes consists of the following:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current	\$ -	\$ 800	\$ 800
Deferred	<u>(8,440)</u>	<u>(4,970)</u>	<u>(13,410)</u>
Total	\$ <u>(8,440)</u>	\$ <u>(4,170)</u>	\$ <u>(12,610)</u>

The Company has adopted Statement of Financial Standards No. 109 ("SFAS 109"), Accounting for Income Taxes. SFAS 109 is an asset and liability approach that requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events recognized in the Company's financial statements in different periods from the tax returns. In estimating future tax consequences, SFAS 109 generally considers all expected future events other than enactment of changes in law or rates.

**CURREN & COMPANY**  
NOTES TO FINANCIAL STATEMENTS, CONTINUED

DECEMBER 31, 2008

(5) PROFIT-SHARING PLAN

The Company adopted a profit-sharing plan on December 27, 1997, covering all employees after the completion of one-year of eligibility service. No contributions were made during 2008.

(6) COMMITMENTS AND CONTINGENCIES

The Company leases office space and signed a sub-lease agreement in May 2006 expiring June 2009. The lease is in the name of the Company's president with lease payments to be made by the Company. The following is a schedule of the annual lease (rent) payments due, which are subject to an increase based on the building's operating expense allowance.

<u>Year Ended December 31</u>	<u>Amount</u>
2009	\$ <u>39,375</u>

(7) NET CAPITAL

The Company is subject to a \$100,000 minimum capital requirement pursuant to SEC Rule 15c3-1, which requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1. Net capital and the related net capital ratio fluctuate on a daily basis; however, as of December 31, 2008, the net capital was \$120,383 which exceeded the required minimum capital by \$20,383. The aggregate indebtedness to net capital ratio was .289 to 1.

**CURREN & COMPANY**  
**COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1**

DECEMBER 31, 2008

Total ownership equity		\$ 179,107
Less non-allowable assets:		
Property and equipment, net	\$ 890	
Prepaid expenses	5,885	
Receivables – Employees	9,326	
Deposits - Other assets	6,187	
Deferred tax asset	<u>23,076</u>	<u>(45,364)</u>
Net capital before haircuts		133,743
Haircuts:		
Marketable securities (15%)	10,510	
Undue concentration (15%, where applicable)	<u>2,850</u>	<u>(13,360)</u>
Net capital		\$ <u>120,383</u>

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum net capital required (6-2/3% of aggregate indebtedness)		\$ <u>2,323</u>
Minimum dollar net capital required		\$ <u>100,000</u>
Net capital requirement (greater of above two figures)		\$ <u>100,000</u>
Excess net capital		\$ <u>20,383</u>

COMPUTATION OF RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL

Total aggregate indebtedness		\$ <u>34,849</u>
Ratio of aggregate indebtedness to net capital		<u>289 to 1</u>
Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1(d)		<u>N/A</u>

The computation of net capital as reported in the unaudited part IIA filing agrees with the audited net capital as reported above.

**CURREN & COMPANY**  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS  
PURSUANT TO RULE 15c3-3

DECEMBER 31, 2008

Not Applicable – The Company is exempt pursuant to the (k)(2)(ii) exemptive provision of SEC Rule 15c3-3 and does not hold customer funds or securities.

**CURREN & COMPANY**  
INFORMATION RELATING TO THE POSSESSION  
OR CONTROL REQUIREMENTS PURSUANT RULE 15c3-3

DECEMBER 31, 2008

Not Applicable – The Company is exempt pursuant to the (k)(2)(ii) exemptive provision of SEC Rule 15c3-3 and does not hold customer funds or securities.



GOODRICH • BARON • GOODYEAR LLP

*Certified Public Accountants*

## REPORT ON INTERNAL ACCOUNTING CONTROL

The Board of Directors  
Curren & Company  
Irvine, California

In planning and performing our audit of the financial statements of Curren & Company (the Company) as of and for the year ended December 31, 2008, in accordance with auditing standards generally accepted in the United States of America, we considered the Company's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we do not express an opinion on the effectiveness of the Company's internal control.

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 Company, including consideration of control activities for safeguarding securities. This study included tests of such practices and procedures that we considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computation of aggregate indebtedness and net capital under Rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of Rule 15c3-3. Because the Company 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 Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons and recordation of differences required by Rule 17a-13
2. Complying 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 Company is responsible for establishing and maintaining internal control 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 controls 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 internal control 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 unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in conformity 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 internal control and the practices and procedures referred to above, errors or fraud 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.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. We did not identify any deficiencies in internal control and control activities 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 an inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures, as described in the second paragraph of this report, were adequate at December 31, 2008, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, 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 is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, reading "Woodrich Baron Longenecker". The signature is written in a cursive style with a large, stylized initial "W".

Long Beach, California  
February 18, 2009

**CURREN & COMPANY**

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FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2008

(With Independent Auditors' Report Thereon)