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

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SECURITIES AND EXCHANGE COMMISSION  
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BRANCH OF REGISTRATIONS  
AND  
EXAMINATIONS  
02

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

SEC FILE NUMBER  
8- 68004

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 01/01/09 AND ENDING 12/31/09  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: ATIS, Inc

OFFICIAL USE ONLY  
FIRM ID. NO.

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

8252 Hohman Avenue  
(No. and Street)

Munster Indiana 46321  
(City) (State) (Zip Code)

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

John Evanich (219) 836-2102  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

Kehlenbrink, Lawrence & Pauckner  
(Name - if individual, state last, first, middle name)

6296 Rucker Road, Suite G Indianapolis Indiana 46220  
(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).

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OATH OR AFFIRMATION

I, John J. Evanich, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of ATIS, Inc, 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:

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

John J. Evanich  
Signature  
President  
Title

Theresa D. Hussey  
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 Cash Flows.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's 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 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).



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To the Board of Directors  
ATIS, Inc

Independent Auditor's Report

We have audited the accompanying statement of financial condition of ATIS, Inc as of December 31, 2009, and the related statements of income, changes in stockholders' 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 ATIS, Inc as of December 31, 2009, 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 in the schedule on page 9 is presented for purposes 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.

*Kehlenbrink, Lawrence + Pauckner*

February 8, 2010

**ATIS, Inc**  
**Statement of Financial Condition**  
**December 31, 2009**

**Assets**

Cash and cash equivalents	\$ 27,727
Accounts receivable	15,955
Deposit with clearing organization	50,000
Certificate of Deposit	30,000
Property, net	<u>5,069</u>
Total Assets	<u><u>\$ 128,751</u></u>

**Liabilities and Stockholders' Equity**

**Liabilities**

Accounts payable and accrued expenses	<u>\$ 10,063</u>
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**Stockholders' Equity**

Common stock, no par value, 100 shares authorized, issued and outstanding	5,000
Additional paid in capital	125,000
Retained earnings	<u>(11,312)</u>
Total Stockholders' Equity	<u>118,688</u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 128,751</u></u>

The accompanying notes are an integral part of these financial statements

**ATIS, Inc**  
**Statement of Income**  
**For the Year Ended December 31, 2009**

**Revenues**

Commissions	\$ 104,900
Investment advisory fees	14,840
Interest income	862
Other income	<u>13,350</u>
	<u>133,952</u>

**Operating Expenses**

Employee compensation and benefits	78,261
Data processing and clearing charges	19,350
Occupancy expenses	8,373
Administrative expenses	14,141
Legal and professional fees	5,684
Other operating expenses	8,126
Communications	<u>6,867</u>
	<u>140,802</u>

Net Loss \$ (6,850)

The accompanying notes are an integral part of these financial statements

**ATIS, Inc**  
**Statement of Changes in Stockholders' Equity**  
**For the Year Ended December 31, 2009**

	<u>Common Stock</u>	<u>Additional Paid in Capital</u>	<u>Retained Deficit</u>
Balance, December 31, 2008	\$ 5,000	125,000	\$ (4,462)
Net loss			<u>(6,850)</u>
Balance, December 31, 2009	<u>\$ 5,000</u>	<u>\$ 125,000</u>	<u>\$ (11,312)</u>

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

**ATIS, Inc**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2009**

<b>Operating Activities</b>	
Net loss	\$ (6,850)
Adjustments to reconcile income/loss to net cash provided by operating activities:	
Depreciation	1,223
Changes in operating assets and liabilities:	
Accounts receivable	(15,955)
Deposit with clearing company	(50,000)
Accounts payable and accrued expenses	<u>10,063</u>
Net Cash Used in Operating Activities	<u>(61,519)</u>
 <b>Investing Activities</b>	
Purchase of property and equipment	(6,292)
Purchase of investment inventory	<u>(30,000)</u>
Net Cash Used in Investing Activities	<u>(36,292)</u>
 Decrease in Cash and Cash Equivalents	 (97,811)
Cash and Cash Equivalents at Beginning of Year	<u>125,538</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ 27,727</u></u>

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

**ATIS, Inc**  
**Notes to Financial Statements**  
**December 31, 2009**

**Note 1 - Significant Accounting Policies**

Description of Business

ATIS, Inc. is a registered broker and dealer. As a securities broker and dealer, the Company is engaged in various securities trading and brokerage activities serving a diverse group of individuals. The trading and brokerage activities are provided through the Company's fully-disclosed correspondent relationship with RBC Capital Markets Corporation.

Accounting Method

The accounts of the Company are maintained on the accrual basis of accounting. Commission revenues are recognized based on the transaction date of customer trades regardless of when cash is received. Investment advisory fees are recognized when earned.

Accounting Estimates

The process of preparing financial statements 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.

Income Taxes

The Company has elected to be taxed under Subchapter S of the Internal Revenue Code. Accordingly, corporate taxable income is taxed at the shareholder level only and there has been no accrual of income taxes.

Marketable Securities

Marketable securities are valued at their quoted market value.

Property and Equipment

Purchases of property and equipment are recorded at their cost. Depreciation of \$1,223 for the year ended December 31, 2009, has been computed using straight line depreciation and accelerated methods.

Statement of Cash Flows

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with an original maturity date of three months or less, to be cash equivalents. The Company did not pay any interest or income taxes during 2009.

Subsequent Events

Subsequent events have been evaluated through the date the financial statements were issued, which was February 12, 2010.

**ATIS, Inc**  
**Notes to Financial Statements**  
**December 31, 2009**

**Note 2 – Marketable Securities**

Marketable securities are securities that are carried at quoted market values and consist of the following:

	<u>December 31, 2009</u>
Certificate of Deposit, maturing within one year	<u>\$ 30,000</u>
Total	<u>\$ 30,000</u>

**Note 3 - Property and Equipment**

The following is a summary of property and equipment (at cost) less accumulated depreciation:

	<u>December 31, 2009</u>
Furniture and office equipment	\$ 6,292
Less: Accumulated depreciation	<u>(1,223)</u>
Total	<u>\$ 5,069</u>

**Note 4 - Concentrations of Credit Risk**

The Company maintains cash balances at American Savings, FSB. Accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. As of December 31, 2009, there were no deposits in excess of the insured amount.

**Note 5 - Net Capital Requirements**

The Company is required to maintain a minimum net capital by SEC Rule 15c3-1. Net capital required under the rule is the greater of \$50,000 or 6-2/3% of the aggregate indebtedness of the Company. On December 31, 2009, the Company had net capital of \$113,580, which was \$63,580 in excess of its required net capital of \$50,000. The percentage of aggregate indebtedness to net capital was 8.9%.

**ATIS, Inc**  
**Notes to Financial Statements**  
**December 31, 2009**

**Note 6 - Control Requirements**

There are no amounts, as of December 31, 2009, to be reported pursuant to the possession or control requirements under Rule 15c3-3. The Company is in compliance with the exemptive provisions of Rule 15c3-3 under paragraph (k)(2)(ii) and thus is exempt from the provisions of Rule 15c3-3.

**Note 7 - Reconciliation Pursuant To Rule 17a-5(d)(4)**

Computation of Net Capital Under Rule 15c3-1

There were a few reconciling items between the December 31, 2009 unaudited Focus report and this report. The net effect on net capital was a decrease of \$40.

Net capital as reported on the unaudited Focus report of December 31, 2009	\$ 113,620
Increase in haircuts on securities	<u>(40)</u>
Net Capital as Audited	<u>\$ 113,580</u>

## ATIS, Inc

### Computation of Net Capital Pursuant to Rule 15c3-1(f) December 31, 2009

#### Net Capital

Stockholders' equity	\$ 118,688
Less nonallowable assets	<u>(5,069)</u>
Net capital before haircuts on security position	113,619
Haircuts on securities	<u>(39)</u>
Net capital	<u>\$ 113,580</u>
Aggregate Indebtedness	<u>\$ 10,063</u>
Net capital required based on aggregate indebtedness	<u>\$ 671</u>
Computation of Basic Net Capital Requirement	
Minimum net capital required (Based on minimum dollar requirement)	<u>\$ 50,000</u>
Excess Net Capital	<u>\$ 63,580</u>
Excess Net Capital at 1000% (Net capital less 10% of aggregate indebtedness)	<u>\$ 112,574</u>
Percentage of Aggregate Indebtedness to Net Capital	<u>8.9%</u>



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To the Board of Directors of  
ATIS, Inc

In planning and performing our audit of the financial statements of ATIS, Inc as of and for the year ended December 31, 2009, 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 and including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17(a)-5(g), in making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c-3-3. 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 the quarterly securities examinations, counts, verifications, and comparisons, and the 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
3. Obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customers as required by Rule 15c3-3.

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 the 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 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.

To the Board of Directors of  
ATIS, Inc  
Page Two

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 deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

A significant deficiency is a deficiency, or combination of deficiencies in internal control, that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 did identify a material weakness related to the lack of segregation of duties. This weakness does not affect our report on these financial statements nor the internal control or control activities for safeguarding securities.

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 a material 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, 2009, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, the FINRA, and other regulatory agencies which 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.



Kehlenbrink, Lawrence & Pauckner  
Indianapolis, Indiana  
February 8, 2010

*ATIS, Inc*  
*Financial Report*  
*December 31, 2009*

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Mail Processing  
Section

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