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SECURITIES AND  
Washin;



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

SEC FILE NUMBER
8-66095

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 01-01-10 AND ENDING 12-31-10  
MM/DD/YY MM/DD/YY

### A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Everence Securities, Inc.

OFFICIAL USE ONLY

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

FIRM I.D. NO.

1110 North Main Street

(No. and Street)

Goshen

Indiana

46528

(City)

(State)

(Zip Code)

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

Kerri D. Lyle

574.533.9511

(Area Code - Telephone Number)

### B. ACCOUNTANT IDENTIFICATION

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

BKD, LLP

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

200 East Main Street, Suite 700

Fort Wayne

Indiana

46802

(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)

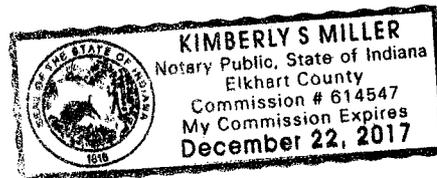
## OATH OR AFFIRMATION

I, Kerri D. Lyle, swear (or affirm) that to the best of my knowledge and belief the accompanying financial statements and supplementary information pertaining to the firm of Everence Securities, Inc. (formerly MMA Securities, Inc.) as of December 31, 2010, 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.

Kerri D. Lyle  
Signature

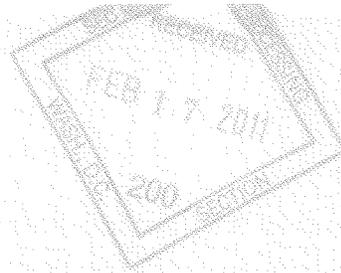
Secretary / Treasurer  
Title

Kimberly S Miller  
Notary Public



This report contains: (check all applicable boxes)

- (xx) (a) Facing Page.
- (xx) (b) Statement of Financial Condition.
- (xx) (c) Statement of Income.
- (xx) (d) Statement of Cash Flows.
- (xx) (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.
- (xx) (g) Computation of Net Capital.
- ( ) (h) Computation for Determination of Reserve Requirement 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.
- (xx) (l) An Oath or Affirmation.
- (xx) (m) A copy of the SIPC Supplemental Report.
- (xx) (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.



**Everence Securities, Inc.  
(Formerly MMA Securities, Inc.)**

Report of Independent Registered Public Accounting Firm  
and Financial Statement

December 31, 2010

**Everence Securities, Inc.**  
**(Formerly MMA Securities, Inc.)**  
**December 31, 2010**

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## Report of Independent Registered Public Accounting Firm

Board of Directors  
Everence Securities, Inc.  
(Formerly MMA Securities, Inc.)  
Goshen, Indiana

We have audited the accompanying statement of financial condition of Everence Securities Inc. (formerly MMA Securities, Inc.) (Company) as of December 31, 2010. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 statement referred to above present fairly, in all material respects, the financial position of Everence Securities, Inc. as of December 31, 2010, in conformity with accounting principles generally accepted in the United States of America.

*BKD, LLP*

Fort Wayne, Indiana  
February 2, 2011

**Everence Securities, Inc.**  
**(Formerly MMA Securities, Inc.)**  
**Statement of Financial Condition**  
**December 31, 2010**

**Assets**

Cash	\$ 100,205
Accounts receivable	26,099
Accounts receivable from affiliates	100
Prepaid expenses	<u>291</u>
Total assets	<u>\$ 126,695</u>

**Liabilities and Stockholder's Equity**

**Liabilities**

Accounts payable	\$ 17
Accounts payable to affiliates	<u>15,361</u>
Total liabilities	<u>15,378</u>

**Stockholder's Equity**

Common stock, no par value 100,000 shares authorized, 150 shares issued and outstanding	150,000
Additional paid-in capital	125,000
Accumulated deficit	<u>(163,683)</u>
Total stockholder's equity	<u>111,317</u>
Total liabilities and stockholder's equity	<u>\$ 126,695</u>

**Everence Securities, Inc.**  
**(Formerly MMA Securities, Inc.)**  
**Notes to Financial Statement**  
**December 31, 2010**

**Note 1: Nature of Operations and Summary of Significant Accounting Policies**

***Nature of Operations***

Everence Securities, Inc. (Company) was formerly named MMA Securities, Inc. In 2010, the Company amended its articles of incorporation to legally change its name. The Company, a wholly owned subsidiary of Everence Holdings, Inc. (EHLI), operates as a revenue-sharing broker dealer in order to receive gross dealer (wholesale) concessions directly from ProEquities, Inc. and load retention fees from MMA Praxis Mutual Funds. Commission revenue related to gross dealer concessions represents approximately 95% of the Company's total revenue in 2010, 100% of which is from ProEquities, Inc. (an unrelated broker dealer). Revenue related to load retention represents approximately 5% of the Company's total revenue in 2010. The Company is a registered broker dealer with the Securities and Exchange Commission (SEC) and a member of the Financial Industry Regulatory Authority (FINRA).

***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Cash***

The financial institution holding the Company's cash accounts is participating in the FDIC's Transaction Account Guarantee Program. Under that program, through December 31, 2010, all noninterest-bearing transaction accounts are fully guaranteed by the FDIC for the entire amount in the account. Pursuant to legislation enacted in 2010, the FDIC will fully insure all noninterest-bearing transaction accounts beginning December 31, 2010 through December 31, 2012, at all FDIC-insured institutions.

***Accounts Receivable***

Accounts receivable consist mainly of commissions earned in December from ProEquities, Inc. Accounts receivable are generally received within 30 days of the time earned. The Company believes all outstanding amounts are fully collectible and has, therefore, not established an allowance for doubtful accounts.

**Everence Securities, Inc.**  
**(Formerly MMA Securities, Inc.)**  
**Notes to Financial Statement**  
**December 31, 2010**

***Income Taxes***

The Company files consolidated federal and state income tax returns with EHL D. The Company pays to EHL D, or is reimbursed by EHL D, based on the amount of taxes or benefits determined as if the Company filed separate returns, as computed on a regular tax basis. There are currently no differences between the financial statement and tax bases of assets and liabilities.

Uncertain tax positions are recognized if it is more likely than not, based on the technical merits, that the tax position will be realized or sustained upon examination. The term more likely than not means a likelihood of more than 50 percent; the terms examined and upon examination also include resolution of the related appeals or litigation processes, if any. A tax position that meets the more-likely-than-not recognition threshold is initially and subsequently measured as the largest amount of tax benefit that has a greater than 50 percent likelihood of being realized upon settlement with a taxing authority that has full knowledge of all relevant information. The determination of whether or not a tax position has met the more-likely-than-not recognition threshold considers the facts, circumstances and information available at the reporting date and is subject to the management's judgment. With a few exceptions, the Company is no longer subject to U.S. federal, state and local or non-U.S. income tax examinations by tax authorities for years before 2007.

**Note 2: Transactions With Affiliates**

The Company is a member of an affiliated group of organizations served by Everence Services, LLC (ESVC) who provides administrative, management and equipment services based on an allocation of costs incurred. The building facilities are provided by Mennonite Church Buildings, Inc., a member of the affiliated group. Rent is based on space usage.

The Company has an agreement with MMA Distribution (MMAD) and Everence Capital Management (ECAP), affiliates, whereby MMAD and ECAP provide distribution and sales services for licensed registered representatives for the purposes of selling securities offered through ProEquities, Inc.

**Note 3: Regulatory Requirements**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (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, may not exceed 15 to 1. In addition, equity capital may not be withdrawn if the resulting net capital ratio would exceed 10 to 1. At December 31, 2010, the Company had net capital of \$109,441 which exceeded the minimum required amount by \$104,441, and the Company's ratio of aggregate indebtedness to net capital was 14.05 to 1.

**Everence Securities, Inc.**  
**(Formerly MMA Securities, Inc.)**  
**Notes to Financial Statement**  
**December 31, 2010**

**Note 4: Economic and Market Conditions**

The economic and market climate continues to present broker/dealers with various challenges, which in some cases have resulted in large declines in the fair value of assets, declines in the volume of business, constraints on liquidity and difficulty obtaining financing. The financial statements have been prepared using values and information currently available to the Company.

Economic, financial and various market risks could adversely affect the Company's results of operations in future periods. Potential fluctuations and instability in the financial markets may significantly impact the volume of future sales, which could have an adverse impact on the Company's future operating results.

In addition, given the volatility of financial, market and regulation risks, the values of assets and liabilities recorded in the financial statements could change rapidly, which could negatively impact the Company's ability to maintain capital levels and sufficient liquidity.