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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

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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 Jan 1, 2010 AND ENDING Dec 31, 2010  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: The Hina Group Inc

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

TWO EMBARCADERO CENTER, SUITE 2310

(No. and Street)

SAN FRANCISCO

CA

94111

(City)

(State)

(Zip Code)

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

Jung-mei Wang

408-998-1688 x 162

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

WANG & CHOU ACCOUNTANCY CORPORATION

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

28 NORTH 1ST STREET #900

SAN JOSE

CA

95113

(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)

SEC 1410 (06-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, ERIC CLOW, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of THE HINA GROUP, 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, except as follows:

\_\_\_\_\_

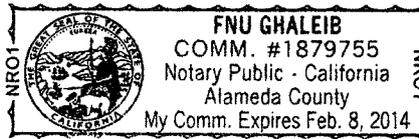
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*Eric Clow*  
Signature

CFO  
Title

*Offshore*

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).

**THE HINA GROUP, INC.**  
(Wholly Owned Subsidiary of Hina Group Holding)  
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**Wang & Chou Accountancy Corp.**  
28 North First Street, #900, San Jose, CA 95113  
Tel: (408) 998-1688 Fax: (408) 998-1689

**REPORT OF INDEPENDENT AUDITORS**

To the Board of Directors and Stockholder of  
The Hina Group, Inc.  
San Francisco, California

We have audited the accompanying balance sheets of The Hina Group, Inc., a California corporation, as of December 31, 2010, and the related statements of income, stockholder's equity, and cash flows for the years 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 audits.

We conducted our audits 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 The Hina Group, Inc. as of December 31, 2010, and the results of its operations and changes in its cash flows for the years 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 supplemental information contained in Schedules I, II 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 our 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.

*Wang & Chou Accountancy Corp.*  
Wang & Chou Accountancy Corp.  
January 06, 2011

**THE HINA GROUP, INC.**  
(Wholly Owned Subsidiary of Hina Group Holdings.)  
Statement of Financial Condition

At December 31,	2010
<b>ASSETS</b>	
Current assets	
Cash and cash equivalents <Notes 1 & 2>	\$ 56,567
Accounts receivable, net of allowance <Note 3>	444,550
Prepaid expenses	7,237
Total current assets	<u>508,354</u>
Property and equipment, net of depreciation <Note 4>	<u>23,213</u>
Other assets	
Deferred tax asset (Options) <Note 7 >	49,811
Security deposits	33,211
Total other non-current assets	<u>83,022</u>
Total assets	<u>\$ 614,589</u>

(Continued)  
See accompanying notes

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings)  
Statement of Financial Condition

December 31,	2010
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>	
Current liabilities:	
Accounts Payable	\$ 2,236
Accrual Payable	189
Credit Card Payable - Wells Fargo	562
Income Tax Payable	3,667
Payroll and payroll tax payable	-
Total current liabilities	6,654
Long - term liabilities	-
Total liabilities	6,654
Stockholders' equity	
Common stock (\$1 par value; 10,000,000 shares authorized, 150,000 issued and outstanding in 2010)	150,000
Additional paid in capital <Note 7>	124,528
Retained earnings	333,407
Total stockholders' equity	607,935
Total liabilities and stockholders' equity	\$ 614,589

See accompanying notes

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings.)  
Statement of Operations

For the year ended December 31,	2010
Consulting income	\$ 1,072,513
Less: cost of sales	-
Gross profits	1,072,513
Less: general and administrative expenses <see schedule>	986,537
Income (loss) from operations	85,977
Other income (expenses):	
Other income/(expenses)	(858)
Interest income	14
Total Other income (expenses)	(844)
Income (loss) before provision for income taxes	85,133
Income tax expenses (benefits) <Note 5>	28,282
Net income (loss)	56,851
Basic Earnings Per Share	0.38
Weighted-average number of common shares outstanding	\$ 150,000

See accompanying notes

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings)  
Statement of Stockholders' Equity

	Number of shares	Common stock	Additional paid-in capital	Retained earnings	Total
Balance - December 31, 2009	150,000	\$ 150,000	\$ 109,526	\$ 276,556	\$ 536,082
Issurance of stock option			15,002		15,002
Net Income				56,851	56,851
Balance - December 31, 2010	150,000	\$ 150,000	\$ 124,528	\$ 333,407	\$ 607,935

See accompanying notes

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings)  
Statement of cash flows

For the years ended December 31,	2010
Cash flows from operating activities:	
Net income (loss)	\$ 56,851
Adjustments to reconcile net income to net cash provided by operating activities	
Depreciation and amortization	10,556
Change in accounts receivable	(117,366)
Change in other assets	(22,500)
Change in prepaid expenses	30,880
Change in accrued expenses	189
Change in other liabilities	787
Change in income taxes payable	3,667
Change in accounts payable	2,236
Total adjustment	(91,551)
Net cash provided (used) by operating activities	(34,700)
Cash flows from investing activities:	
Net cash flow for investment	-
Net cash provided (used) by investing activities	-
Cash flows from financing activities:	
Change in additional paid in capital	15,002
Proceeds from issuance of common stock	-
Net cash provided (used) by financing activities	15,002
Net change in cash and cash equivalents	(19,698)
Cash and cash equivalents at beginning of year	76,265
Cash and cash equivalents at end of year	\$ 56,567
Supplemental cash flows disclosures:	
Income tax payments	\$ 28,282

See accompanying notes

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

***The Company:***

The Hina Group, Inc. (the Company), a California corporation, is a broker-dealer registered under the Securities Exchange Act of 1934 and a member of FINRA. The company advises clients regarding M&A transactions and private placements, primarily in the China and United States communications and IT industries.

The Company is 100% owned subsidiary of Hina Group Holdings in George Town, The Island of Grand Cayman, Cayman Island. Hina Group Holdings is comprised of the following companies: The Hina Group, Inc., Hina Group Beijing and Hina Group Singapore.

***Accounting Methods***

The accounting policies of the Company conform to accounting principles generally accepted in the United States of America and prevailing industry practice.

***Cash and Cash Equivalents:***

The Company defines cash equivalents as all highly liquid investments with an original or remaining maturity of three months or less at the date of purchase. The Company states cash equivalents at cost, which approximates market.

***Fair Value of Financial Instruments:***

Carrying amounts of certain of the Company's financial instruments including cash and cash equivalents, accounts receivable, accounts payable, accrued expenses and other liabilities approximate fair value due to their short maturity.

***Income Taxes:***

Income taxes are computed using the asset and liability method in accordance with Statement of Financial Accounting Standard No. 109 (FAS 109), "Accounting for Income Taxes". Under FAS 109, deferred income tax assets and liabilities are determined based on the difference between the financial reporting and tax bases of assets and liabilities are measured using the currently enacted tax rates laws. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

***Revenue Recognition:***

Revenue is recognized when service is performed. There are two types of revenue, which are called retainer fees and success fees. Retainer fees are called out in the Company and customer engagement letter as a non-refundable monthly fee for services; these revenues are recognized as invoices are issued. Success fees are dependent upon completion of funding or an acquisition and are not earned if the transaction is not a success as defined in the engagement letter. Hina Group, Inc. has a service agreement with Hina Group Holdings, its parent company, which allows it to bill

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

its parent for all costs plus an 8% profit margin, where the 8% profit margin is based on a transfer pricing study.

***Property and Equipment:***

Property and equipment are stated at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the respective assets, generally three to seven years. Expenditures that extend the useful lives of assets are capitalized and maintenance and repairs are expensed. Gains and losses upon asset disposal are taken into income in the year of disposition.

***Use of Estimates:***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

***Certain Risks and Concentrations***

Present accounting standards require disclosure of concentrations of credit risk, including bank balances in excess of Federal Deposit Insurance Corporation (FDIC) guarantee. At December 31, 2010, the Company did not have bank balance in excess of FDIC guarantee.

In 2010, Hina Group Holding accounted for 100% the total revenues.

NOTE 2 – Cash and Cash Equivalents

Cash and cash equivalents consist of the following:

At December 31,	2010
Cash in bank - Wells Fargo checking	\$ 46,964
Cash in bank - Merrill Lynch	9,603
<u>Cash and cash equivalents</u>	<u>\$ 56,567</u>

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

NOTE 3 – Accounts Receivable

At December 31,	2010
Accounts receivable	\$ 444,550
Less: Allowance for bad debts	-
Accounts receivable - net	\$ 444,550

NOTE 4 - Property and Equipment:

Property and equipment consist of the following:

At December 31,	2010
Furniture and fixture	\$ 65,699
Equipment	19,117
Less: Accumulated depreciation	(61,603)
Net property and equipment	\$ 23,213

NOTE 5 - Income Taxes:

The provision for income taxes consists of the following:

For the year ended December 31,	2010
Current	
Federal	\$ 19,398
State	8,884
Total current income tax	\$ 28,282

NOTE 6 - Related Party Transactions:

The Company is a member of a group of companies owned by or affiliated with Hina Group Holdings. The relationships are as follows:

<b>Related Parties</b>	<b>Relationship</b>
Chen, Hong	Shareholder of Hina Group Holdings
Eric Clow	Shareholder of Hina Group Holdings
Hina Group Holdings – Cayman Island	Shareholder of The Hina Group, Inc.
Hina Group Beijing	Subsidiary of Hina Group Holdings
Hina Group Singapore	Subsidiary of Hina Group Holdings

The significant transactions with the aforementioned parties are summarized as follows:

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

<u>At December 31,</u>		<u>2010</u>
Accounts receivable - Hina Group Holding	\$	44,550

NOTE 7 – Options granted

The Company granted 1,770,000 shares of common stocks in 2006 with exercise price \$0.50 per share. The total Options cost during 2006 is \$444,085. With tax rate 40%, total deferred tax asset (Options) is \$ 49,811 as of December 31, 2010.

NOTE 8 - Regulatory requirements

The Company is exempt from the provisions of Rule 15c3-3 of the Securities Exchange Act of 1934 (reserve requirement for brokers and dealers) in that the Company does not hold funds or securities of customers and it promptly transmits all funds and delivers all securities in connection with its activities as a broker or dealer.

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital, as defined, equal to the greater of \$5,000 or 6-2/3% of aggregate indebtedness. Net capital and the related net capital ratio may fluctuate on a daily basis. At December 31, 2010, the Company had net capital of \$49,721, which was \$44,721 in excess of its net capital requirements of \$5,000.

NOTE 9 – Lease

The Company entered its operating lease agreement on September 2005 and the term of the lease through December 31, 2010. The Company moved from Palo Alto to San Francisco and engaged its new operating lease agreement with EMBARCADERO CENTER ASSOCIATES, a California general partnership on November 12, 2010 and the term of the lease through December 31, 2015. The monthly base rent started on January 1, 2011 was \$7,236.50 with a security deposit of \$22,500.

The total lease payments are estimated as follows:

Year	Minimum lease payment
2011	\$ 86,838
2012	\$ 88,956
2013	\$ 91,074
2014	\$ 93,192

## Supplementary Information

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings)  
Schedule of General and Administrative Expenses

For the year ended December 31,	2010
Accounting fees	\$ 23,888
Automobile expenses	9,918
Bank charges	1,313
Compensation cost - option	15,002
Conference	300
Contribution	6,600
Depreciation expenses	10,556
Dues and subscriptions	29,662
Insurance	34,543
Licenses and permits	3,760
Misc expenses	210.00
Meals and entertainments	4,508
Moving expenses	14,320
Office expenses	9,880
Payroll services	364
Payroll tax	33,807
Professional fees	24,948
Property tax	781
Postage and delivery	855
Rent	132,716
Salaries and wages	479,540
Telephone	31,989
Travel	117,075
Total operating expenses	<u>\$ 986,537</u>

See accompanying notes

**THE HINA GROUP, INC.**  
(A Wholly Owned Subsidiary of Hina Group Holdings)

SCHEDULE I  
Computation of Net Capital Pursuant to Rule 15c3-1 of the  
Securities and Exchange Commission

	31-Dec-10
<b>Net Capital</b>	
Total shareholders' equity	\$ 607,935
Add: subordinated borrowings allowable for net capital	-
Total capital and allowable subordinated borrowings	<u>607,935</u>
<b>Deductions and/or charges</b>	
Nonallowable assets:	
Receivable (related party)	444,550
Prepaid expense	7,237
Fixed asset	23,213
Deferred tax asset	49,811
Security deposits	33,211
	<u>558,022</u>
Net capital before haircuts on securities positions	<u>49,913</u>
Haircuts:	192
Net capital	<u>\$ 49,721</u>
<b>Aggregate Indebtedness</b>	
Accounts payable	\$ 6,654
Total aggregate indebtedness	<u>\$ 6,654</u>
<b>Computation of Basic Net Capital Requirement</b>	
Minimum net capital under rule 15c3-1(a)(1)(i)	444
Minimum net capital under rule 15c3-1(a)(2)(i)	5,000
Required minimum net capital (greater of 15c3-1(a)(1)(i) rule 15c3-1(a)(2)(i))	<u>5,000</u>
<b>Excess Net Capital</b>	<u>44,721</u>
<b>Excess Net Capital At 1000%</b>	<u>43,721</u>
<b>Ratio: Aggregate Indebtedness to Net Capital</b>	<u>13.38%</u>

**Reconciliation with Company's Computation**  
(Included in Part II of Form X-17A-5 as of December 31, 2010)

There were no material differences between the computation of net capital under Rule 15c-1 in the above computation and the corresponding unaudited part IIA filing by the company for the year ended December 31, 2010.

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

SCHEDULE II  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS UNDER RULE  
15C-3-3 OF THE SECURITIES AND EXCHANGE COMMISSION

As of December 31, 2010

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 in that the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraph (k)(1) of the Rule.

**THE HINA GROUP, INC.**  
(A wholly owned subsidiary of Hina Group Holdings)  
For the year ended December 31, 2010

SCHEDULE III  
INFORMATION FOR POSSESSION OR CONTROL REQUIREMENTS UNDER 15c3-3 OF  
THE SECURITIES AND EXCHANGE COMMISSION

State the market valuation and the number of items of:

1. Customers' fully paid securities and excess margin securities not in the respondents' possession or control as of the report date (for which instructions to reduce to possession or control had been issued as of the report date) but for which the required action was not taken by respondent within the time frames specified under Rule 15c3-3. \$0.00

A. Number of items

2. Customers' fully paid securities and excess margin securities for which instructions to reduce to possession or control had not been issued as of the report date, excluding items arising from "temporary lags which result from normal business operations" as permitted under Rule 15c3-3. \$0.00

A. Number of items

3. The system and procedures utilized in complying with the requirement to maintain physical possession or control of customers' fully paid and excess margin securities have been tested and are functioning in a manner adequate to fulfill the requirements of Rule 15c3-3 No  
No

**Wang & Chou Accountancy Corp.**  
28 North First Street, #900, San Jose, CA 95113  
Tel: (408) 998-1688 Fax: (408) 998-1689

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
REQUIRED BY SEC RULE 17a-5

To the Board of Directors and Stockholder of  
The Hina Group, Inc.  
San Francisco, California

In planning and performing our audit of the financial statements and supplemental schedule of Hina Group Inc. (the Company), for the year ended December 31, 2010, we considered its internal control, including control activities for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on 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 tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g), in the following:

1. 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 15c3-3.
2. Making quarterly securities examinations, counts, verifications, and comparisons and recordation of differences required by rule 17a-13
3. 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
4. Obtaining and maintaining physical possession or control of all fully paid and excess margin securities of customer 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 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 accounting principles generally accepted in the United States. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control or the practices and procedures referred to above, error or fraud may occur and not be detected. Also, projection of any evaluation of them to future periods is

**Wang & Chou Accountancy Corp.**

28 North First Street, #900, San Jose, CA 95113

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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.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving internal control, including 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 a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at December 31, 2010, 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 NASD, 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.

*Wang & Chou Accountancy Corp.*  
Wang & Chou Accountancy Corp.  
San Jose, California

January 06, 2011