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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

Bill Processing Section
FEB 28 2011

SEC FILE NUMBER
8-51337

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

Washington, DC 20549

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: KR SECURITIES, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

600 PRETTY BROOK ROAD

PRINCETON NEW JERSEY 08540

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
WALTER ALAN GILMORE 609-924-2500
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

McQUIGAN TOMBS & COMPANY, PC CERTIFIED PUBLIC ACCOUNTANTS

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

2399 HIGHWAY 34 BUILDING D MANASQUAN NJ 08736

(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)

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OATH OR AFFIRMATION

I, WALTER ALAN GILMORE, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of KR SECURITIES LLC, 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:

EMAN MOURAS
NOTARY PUBLIC
STATE OF NJ
MY COMMISSION EXPIRES DEC 19, 2011

Walter Alan Gilmore
Signature
Principal Fin Op
Title

Eman Mouras
Notary Public
2/3/11

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).

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INDEPENDENT AUDITORS' REPORT

To the Member of
KR Securities, LLC

We have audited the accompanying statement of financial condition of KR Securities, LLC (the "Company") as of December 31, 2010, and the related statements of operations, changes in member'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. These 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 KR Securities, LLC as of December 31, 2010 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 included on page 11 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 of 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.

McGuigan Tombs & Co. PC

McGuigan Tombs & Company, P.C.
Certified Public Accountants

February 16, 2011
Manasquan, New Jersey



KR SECURITIES, LLC
Financial Statements
and Supplementary Information
For the Year Ended
December 31, 2010

SEC Mail Processing
Section
FEB 28 2011
Washington, DC
110



KR SECURITIES, LLC
Statement of Financial Condition
December 31, 2010

ASSETS

Cash and cash equivalents	\$ 55,594
Receivable from brokers and dealers	<u>28,951</u>
Total assets	<u>\$ 84,545</u>

MEMBER'S EQUITY

Member's equity	<u>\$ 84,545</u>
Total member's equity	<u>\$ 84,545</u>

See accompanying notes to financial statements

KR SECURITIES, LLC
Statement of Operations
For the Year Ended December 31, 2010

Revenues		
Commissions	\$	11,415
Principal transactions		5,798
Interest income		100
Distribution service fee		<u>82</u>
Total revenues		17,395
Expenses		
Administrative services		30,540
Clearance and commission fees		30,002
Dues and subscriptions		7,114
Insurance expense		2,099
Other operating expense		<u>592</u>
Total expenses		<u>70,347</u>
Net loss	\$	<u>(52,952)</u>

See accompanying notes to financial statements

KR SECURITIES, LLC
Statement of Changes in Member's Equity
For the Year Ended December 31, 2010

	<u>Total</u>
Member's equity, beginning of year	\$ 137,497
Net loss	<u>(52,952)</u>
Member's equity, end of year	<u>\$ 84,545</u>

See accompanying notes to financial statements

KR SECURITIES, LLC
Statement of Cash Flows
For the Year Ended December 31, 2010

Cash flows provided by operating activities	
Net loss	\$ (52,952)
Adjustments to reconcile net income to net cash provided by operating activities	
Receivable from brokers and dealers	<u>59,174</u>
Net cash provided by operating activities	6,222
Net increase in cash and cash equivalents	6,222
Cash and cash equivalents as of beginning of year	<u>49,372</u>
Cash and cash equivalents as of end of year	<u>\$ 55,594</u>

See accompanying notes to financial statements