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~~FEB 27 2012~~

~~Washington DC~~

ANNUAL AUDITED REPORT

FORM X-17A-5

PART III

~~SEC
Mail Processing
Section~~

~~FEB 27 2013~~

~~Washington DC~~

SEC FILE NUMBER
8-39247

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 01/01/2012 AND ENDING 12/31/2012
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Cathay Securities, Inc.

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

202 Canal Street, Suite 403

(No. and Street)

New York

NY

10013

(City)

(State)

(Zip Code)

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

Russ Hasan, President

212-285-2261

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Wong & Co.

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

57 West 38th Street, 12th Floor,

New York

NY

10018

(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)

DD
3/20/13

OATH OR AFFIRMATION

I, Russ Hasan, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Cathay Securities, Inc. of December 31, 2012, 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:

N/A

Signature

Tony C. Wong
Notary Public - State of New York
No. 01WO4800224
Qualified in Nassau County
Certificate Filed in New York County
Notary Public My Commission Expires July 31, 2013

President
Title

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).

 **Wong & Co.**
Certified Public Accountants

CATHAY SECURITIES, INC.

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED
DECEMBER 31, 2012
WITH**

**REPORT AND SUPPLEMENTARY REPORT OF
CERTIFIED PUBLIC ACCOUNTANTS**

CATHAY SECURITIES, INC.

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED
DECEMBER 31, 2012
WITH**

**REPORT AND SUPPLEMENTARY REPORT OF
CERTIFIED PUBLIC ACCOUNTANTS**

INDEPENDENT AUDITORS' REPORT

Board of Directors and
Stockholders of
Cathay Securities, Inc.

Report on the Financial Statements

We have audited the accompanying statement of financial condition of Cathay Securities, Inc. (the "Company") as of December 31, 2012, and the related statements of operations, cash flows and changes in stockholders' equity for the year then ended that are filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cathay Securities, Inc. as of December 31, 2012, 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.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information contained in schedules listed in the accompanying table of contents is presented for purposes of additional analysis and is not a required part of the financial statements, but is supplementary information required by Rule 17a-5 under the Securities Exchange Act of 1934. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The image shows two handwritten signatures in black ink. The signature on the left is more complex and cursive, while the one on the right is simpler and more stylized.

New York, New York
February 20, 2013

CATHAY SECURITIES, INC.
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2012

ASSETS

Cash and Cash Equivalents (Note 2)	\$	13
Receivable From Broker		125,452
Office Furnishings, Net of Accumulated Depreciation and Amortization of \$137,090 (Note 2)		549
Deferred Income Taxes (Note 2 and 3)		74,700
Other Assets		20,192
Total Assets	\$	<u>220,906</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Accounts Payable and Accrued Expenses	\$	11,827
Stockholders' Equity: (Note 4)		
Capital Stock		76,200
Additional Paid-in-Capital		285,300
Accumulated Deficit		<u>(152,421)</u>
Total Stockholders' Equity		<u>209,079</u>
Total Liabilities and Stockholders' Equity	\$	<u>220,906</u>

See Independent Auditors' Report and Accompanying Notes

CATHAY SECURITIES, INC.
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2012

REVENUES:

Commission Income, Net (Note 2)	\$	111,755
Other Income		7,403
Interest Income		5,105
Total Revenues		<u>124,263</u>

EXPENSES:

Occupancy Costs	89,101
Communication Costs	21,308
Equipment Rental	8,897
Office Expense	15,709
Professional Fees	21,514
Computer & Clearing Charges	9,298
Insurance	2,402
Miscellaneous	622
Depreciation (Note 2)	1,972
Total Expenses	<u>170,823</u>

Loss Before Income Taxes	<u>(46,560)</u>
Income Tax Benefits (Notes 2 and 3)	0
Net Loss	<u><u>\$ (46,560)</u></u>

See Independent Auditors' Report and Accompanying Notes

CATHAY SECURITIES, INC.

STATEMENT OF CHANGES IN FINANCIAL CONDITION

YEAR ENDED DECEMBER 31, 2012

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Loss	\$ (46,560)
Adjustments to Reconcile Net Loss to Net Cash Generated by Operating Activities:	
Depreciation Expense	1,972
Increase in Receivable From Broker	(9,565)
Increase in Other Assets	(603)
Increase in Accounts Payable & Accrued Expenses	693
Net Cash Used by Operating Activities	<u>(54,063)</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Increase of Paid-in Capital	<u>48,000</u>
Net Cash Generated by Investing Activities	48,000
	<u>(6,063)</u>
Net Decrease in Cash	(6,063)
Cash, Beginning of Year	<u>6,076</u>
Cash, End of Year \$	<u><u>13</u></u>

Supplemental Disclosure of Cash Flows Information:

Cash Paid During The Year For:	
Corporate Income and Franchise Taxes	\$ 0
Interest Expense	\$ 0

See Independent Auditors' Report and Accompanying Notes

CATHAY SECURITIES, INC.

STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

YEAR ENDED DECEMBER 31, 2012

	<u>Capital Stock</u>	<u>Paid-in Capital</u>	<u>Retained Earnings (Deficit)</u>	<u>Total</u>
Balance, 12-31-2011	\$ 76,200	\$ 237,300	\$ (105,861)	\$ 207,639
Additions	0	48,000	0	48,000
Net Loss	0	0	(46,560)	(46,560)
Balance, 12-31-2012	<u>\$ 76,200</u>	<u>\$ 285,300</u>	<u>\$ (152,421)</u>	<u>\$ 209,079</u>

See Independent Auditors' Report And Accompanying Notes

CATHAY SECURITIES, INC.

**COMPUTATION OF NET CAPITAL FOR BROKERS AND DEALERS PURSUANT
TO RULE 15c3-1 UNDER THE SECURITY EXCHANGE ACT OF 1934**

YEAR ENDED DECEMBER 31, 2012

NET CAPITAL:

Total Stockholders' Equity	\$	209,079
Total Stockholders' Equity Qualified for Net Capital		<u>209,079</u>
Deductions and/or Charges		
Non-Allowable Assets:		
Office Furnishings, Net		(549)
Security Deposit		(19,017)
Deferred Income Taxes		(74,700)
Other Assets		<u>(1,175)</u>
		(95,441)
Net Capital Before Haircuts on Securities Positions		<u>113,638</u>
Haircuts on Securities:		
Money Market Fund		<u>(2,250)</u>
	Net Capital \$	111,388

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT:

Minimum Net Capital Required	\$	50,000
	Excess Net Capital	<u>61,388</u>
Net Capital less Greater of 10% of Total Aggregate Indebtedness or 120% of Minimum Net Capital Required	\$	<u>51,388</u>

COMPUTATION OF AGGREGATE INDEBTEDNESS:

Accounts Payable and Accrued Expense	\$	11,827
	Total Aggregate Indebtedness	<u>11,827</u>
	Percentage of Aggregate Indebtedness to Net Capital	10.62%

See Independent Auditors' Report and Accompanying Notes

CATHAY SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012

Note 1 - Organization

Cathay Securities, Inc. (the Company) was incorporated on November 2, 1987 under the laws of the State of New York.

The Company became a registered broker/dealer pursuant to Section 15(b) of the Securities Exchange Act of 1934 on January 27, 1988, and a member of the National Association of Securities Dealers, Inc. on March 28, 1988. The Company conducts all its businesses on a fully disclosed basis. All customer security accounts are carried by Apex Clearing Inc.

Note 2 - Accounting Policies

The accounting policies and practices of the Company conform with generally accepted accounting principles. The significant policies are summarized below:

Revenue Recognition

Commissions on all securities transactions are recognized when services are performed.

Fixed Assets

Office furnishings are stated at costs and depreciated over their estimated useful lives on a straight-line basis for both financial and federal income tax reporting purposes. Leasehold Improvements are amortized over the term of the office lease.

Depreciation expense, relating to property and equipment, charged to operations for the year ended December 31, 2012 was \$1,972.

Income Taxes

The Company accounts for income taxes in accordance with Financial Accounting Standards Board Accounting Standards Codification ((FASB ASC) 740, "Income Taxes", which requires the recognition of deferred income taxes for differences between the basis of assets and liabilities for financial statement and income tax purposes. The differences relate principally to net operating loss carry forward. Deferred tax assets and liabilities represent the future tax consequence for those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled. Deferred taxes are also recognized for operating losses that are available to offset future taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

The Company adopted the provisions of FASB ASC 740-10-25, which prescribe a recognition threshold and measurement attribute for the recognition and measurement of tax positions taken or expected to be taken in income tax returns. FASB ASC 740-10-25 also provides guidance on de-recognition of income tax assets and liabilities, classification of current and deferred income tax assets and liabilities, and accounting for interest and penalties associated with tax positions.

CATHAY SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012

Note 2 - Accounting Policies (continued)

Income Taxes (continued)

Currently, the 2009, 2010 and 2011 tax years are open and subject to examination by the taxing authorities. However, the Company is not currently under audit nor has the Company been contacted by any of the taxing authorities. The Company does not have any accruals for uncertain tax positions as of December 31, 2012. It is not anticipated that unrecognized tax benefits would significantly increase or decrease within 12 months of the reporting date.

Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value of Financial Instruments

FASB ASC 820, *Fair Value Measurements and Disclosures*, defines fair value as the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability. The fair value should be calculated based on assumptions that market participants would use in pricing the asset or liability, not on assumptions specific to the entity.

FASB ASC 820 specifies a hierarchy of valuation techniques based upon whether the inputs to those valuation techniques reflect assumptions other market participants would use based upon market data obtained from independent sources (observable inputs). In accordance with FASB ASC 820, the following summarizes the fair value hierarchy:

Level 1 Inputs – Unadjusted quoted market prices for identical assets and liabilities in an active market that the Company has the ability to access.

Level 2 Inputs – Inputs, other than the quoted prices in active markets that are observable either directly or indirectly.

Level 3 Inputs – Inputs based on prices or valuation techniques that are both unobservable and significant to the overall fair value measurements.

CATHAY SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012

Note 2 - Accounting Policies (continued)

Fair Value of Financial Instruments (continued)

As of December 31, 2012, none of the assets and liabilities was required to be reported at fair value on a recurring basis. Carrying values of non-derivative financial instruments, including cash, receivable from clearing organization, and accounts payable and accrued expenses, approximate fair values due to the short term nature of these financial instruments. There are no changes in methods or assumptions during the year ended December 31, 2012.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all short-term debt securities purchased with maturity of three months or less to be cash equivalents.

Note 3 – Income Taxes

Deferred income tax asset, at December 31, 2012 in the amount of \$74,700 was recognized for operating losses that are available to offset future taxable income.

Note 4 - Capital Stock

As of December 31, 2012, the Company had 5,000 shares of no par value common stock authorized and 1,000 shares issued and outstanding.

Note 5 - Commitments

The Company had entered into a five-year office lease agreement expiring on June 30, 2015. The following is a schedule of future minimum rental payments required under the above lease as of December 31, 2012:

Year Ending	Amount
December 31	
2013	85,291
2014	87,691
2015	44,458

CATHAY SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012

Note 6 - Net Capital Requirements

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires that aggregate indebtedness shall not exceed fifteen times net capital. In addition, the Company is required to maintain a minimum net capital of \$50,000. At December 31, 2012, the Company's net capital was \$111,388, which was \$61,388 in excess of the required net capital, and the Company's aggregate indebtedness to net capital ratio was 0.11 to 1.

The Company is exempt from the provisions of 15c3-3 under Securities Exchange Act of 1934 as set forth in the conditions for exemption in paragraph (k)(2)(ii).

There are no material differences between the amounts presented above, which are the amounts based on the accompanying audited financial statements, and the amounts reported in the Company's focus report filed in January, 2013.

Note 7 - Financial Instruments With Off-Balance Sheet Risk

The Company introduces all customer transactions in securities traded in U.S. securities markets to another New York Stock Exchange member firm on a fully disclosed basis. The agreement between the Company and its clearing broker provides that the Company is obligated to assume any exposure related to non-performance by customer or counterparties.

The Company's exposure to credit risk associated with the non-performance of customers and counterparties in fulfilling their contractual obligations pursuant to these securities transactions can be directly impacted by volatile trading markets, which may impair the customer's or counterparty's ability to satisfy their obligations to the Company.

In the event of non-performance the Company may be required to purchase or sell financial instruments at unfavorable market prices resulting in a loss to the Company. The Company does not anticipate non-performance by customers and counterparties in the above situations.

The Company seeks to control the aforementioned risks by requiring customers or counterparties to maintain collateral in compliance with regulatory requirements, the clearing broker's guidelines and industry standards. The Company monitors required margin levels daily and, pursuant to such guidelines, requires the customer to deposit additional collateral, or to reduce positions, when necessary. The Company also has a policy of reviewing the credit standing of each customer and counterparty with which it conducts business.

CATHAY SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012

Note 8 – Subsequent Events

The Company's management has performed subsequent events procedures through February 20 2013, which is the date the financial statements were available to be issued and there were no subsequent events requiring adjustment to the financial statements or disclosures as stated herein

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL**

Board of Directors and Stockholders of
Cathay Securities, Inc.:

In planning and performing our audit of the financial statements of Colonial Securities, Inc. (the "Company") as of and for the year ended December 31, 2012, 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 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) under the Security Exchange Act of 1934, 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 the procedures 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 making the quarterly securities examinations, counts, verifications and comparisons, and the recordation of differences required by Rule 17a-13 or in 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 an 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 Securities and Exchange Commission's previously-mentioned objectives. Two of the objectives of an 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 of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control and the practices and procedures referred to above, errors or irregularities 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 *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.

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 company's financial statements will not be prevented or detected and corrected, on a timely basis.

Our consideration of the internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in the internal control that might be material weaknesses. We noted no matters involving the internal control and control activities for safeguarding securities that we consider to be material weaknesses, as defined previously.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Securities and Exchange Commission to be adequate for their 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, 2012, to meet the Securities and Exchange Commission's objectives.

This report is intended solely for the information and use of the board of directors, management, the Securities and Exchange Commission, the Financial Industry Regulatory Authority, 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, appearing to read "Wang & Co.", written in a cursive style.

New York, New York
February 20, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

FOCUS REPORT

(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)

PART IIA 12

FORM
X-17A-5

(Please read instructions before preparing Form)

This report is being filed pursuant to (Check Applicable Block(s)):

1) Rule 17a-5(a) 16

2) Rule 17a-5(b) 17

3) Rule 17a-11 18

4) Special request by designated examining authority 19

5) Other 26

NAME OF BROKER-DEALER

ATHAY SECURITIES, INC.

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

12 CANAL ST, SUITE 403

(No. and Street)

NEW YORK

(City)

NY

(State)

10013

(Zip Code)

SEC. FILE NO.

8-39247

FIRM ID NO.

21821

FOR PERIOD BEGINNING (MM/DD/YY)

10/01/12

AND ENDING (MM/DD/YY)

12/31/12

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT (Area code) - Telephone No.

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT

OFFICIAL USE

DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS ?

YES 40

NO 41

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT

42

EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the 23rd day of January 20 13

Manual Signatures of:

- Principal Executive Officer or Managing Partner
- Principal Financial Officer or Partner
- Principal Operations Officer or Partner

ATTENTION - Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78:f (a))

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER CATHAY SECURITIES, INC.	N	3							

100

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND
CERTAIN OTHER BROKERS OR DEALERS

as of (MM/DD/YY) 12/31/12 99

SEC FILE NO. 8-39247 98

Consolidated 198

Unconsolidated 199

ASSETS

<u>Allowable</u>	<u>Non-Allowable</u>	<u>Total</u>
------------------	----------------------	--------------

Cash	\$	13	200		\$	13	750
Receivables from brokers or dealers:							
A. Clearance account			295				
B. Other		12,978	300	\$	550	12,978	810
Receivables from non-customers			355		600		830
Securities and spot commodities owned, at market value:							
A. Exempted securities			418				
B. Debt securities			419				
C. Options			420				
D. Other securities		112,474	424			112,474	850
E. Spot commodities			430				
Securities and/or other investments not readily marketable:							
A. At cost	\$		130				
B. At estimated fair value			440		610		860
Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:							
A. Exempted securities	\$		150				
B. Other securities	\$		160				
Secured demand notes:			470		640		890
Market value of collateral:							
A. Exempted securities	\$		170				
B. Other securities	\$		180				
Memberships in exchanges:							
A. Owned, at market	\$		190				
B. Owned, at cost					650		
C. Contributed for use of the company, at market value					660		900
Investment in and receivables from affiliates, subsidiaries and associated partnerships			480		670		910
Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization.			490		549	549	920
Other assets			535		94,892	94,892	930
Total Assets	\$	125,465	540	\$	95,441	220,906	940

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER

CATHAY SECURITIES, INC.

as of

12/31/12

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING,
NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS
LIABILITIES AND OWNERSHIP EQUITY

<u>Liabilities</u>	<u>A.I.</u> <u>Liabilities</u>	<u>Non-A.I.</u> <u>Liabilities</u>	<u>Total</u>
3. Bank loans payable	\$ 1045	\$ 1255	\$ 1470
4. Payable to brokers or dealers:			
A. Clearance account	1114	1315	1560
B. Other	1115	1305	1540
5. Payable to non-customers	1155	1355	1610
6. Securities sold not yet purchased, at market value		1360	1620
7. Accounts payable, accrued liabilities, expenses and other	11,827 1205	1385	11,827 1685
8. Notes and mortgages payable:			
A. Unsecured	1210		1690
B. Secured	1211	1390	1700
9. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:		1400	1710
1. from outsiders \$	970		
2. Includes equity subordination (15c3-1(d)) of	980		
B. Securities borrowings, at market value from outsiders \$		1410	1720
C. Pursuant to secured demand note collateral agreements		1420	1730
1. from outsiders \$	1000		
2. includes equity subordination (15c3-1(d)) of	1010		
D. Exchange memberships contributed for use of company, at market value		1430	1740
E. Accounts and other borrowings not qualified for net capital purposes	1220	1440	1750
10. TOTAL LIABILITIES	\$ 11,827 1230	\$ 1450	\$ 11,827 1760

Ownership Equity

1. Sole proprietorship		\$ 1770	
2. Partnership (limited partners)	\$ 1020		1780
3. Corporation:			
A. Preferred stock			1791
B. Common stock		76,200	1792
C. Additional paid-in capital		285,300	1793
D. Retained earnings		(152,421)	1794
E. Total		209,079	1795
F. Less capital stock in treasury		()	1796
4. TOTAL OWNERSHIP EQUITY		\$ 209,079	1800
5. TOTAL LIABILITIES AND OWNERSHIP EQUITY		\$ 220,906	1810

OMIT PENNIES

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER

CATHAY SECURITIES, INC.

as of

12/31/12

COMPUTATION OF NET CAPITAL

Total ownership equity from Statement of Financial Condition	\$	209,079	3480
Deduct ownership equity not allowable for Net Capital	(3490
Total ownership equity qualified for Net Capital		209,079	3500
Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital			3520
B. Other (deductions) or allowable credits (List)			3525
Total capital and allowable subordinated liabilities	\$	209,079	3530
Deductions and/or charges:			
A. Total non-allowable assets from			
Statement of Financial Condition (Notes B and C)	\$	95,441	3540
B. Secured demand note deficiency			3590
C. Commodity futures contracts and spot commodities-proprietary capital charges			3600
D. Other deductions and/or charges			3610
	(95,441	3620
Other additions and/or allowable credits (List)			3630
Net Capital before haircuts on securities positions	\$	113,638	3640
Haircuts on securities (computed, where applicable, pursuant to 15c3-1(f)) :			
A. Contractual securities commitments	\$		3660
B. Subordinated securities borrowings			3670
C. Trading and investment securities:			
1. Exempted securities			3735
2. Debt securities			3733
3. Options			3730
4. Other securities		2,250	3734
D. Undue concentration			3650
E. Other (List)			3736
	(2,250	3740
I. Net Capital	\$	111,388	3750

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA**

BROKER OR DEALER CATHAY SECURITIES, INC.	as of	12/31/12
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COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

part A

1. Minimum net capital required (6-2/3% of line 19)	\$	788	3756
2. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	50,000	3758
3. Net capital requirement (greater of line 11 or 12)	\$	50,000	3760
4. Excess net capital (line 10 less 13)	\$	61,388	3770
5. Net capital less greater of 10% of line 19 or 120% of line 12	\$	51,388	3780

COMPUTATION OF AGGREGATE INDEBTEDNESS

1. Total A.I. liabilities from Statement of Financial Condition	\$	11,827	3790
2. Add:			
A. Drafts for immediate credit	\$	3800	
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$	3810	
C. Other unrecorded amounts (List)	\$	3820	3830
3. Total aggregate indebtedness	\$	11,827	3840
4. Percentage of aggregate indebtedness to net capital (line 19 divided by line 10)	%	10.62	3850
5. Percentage of debt to debt-equity total computed in accordance with Rule 15c-3-1(d)	%	0.00	3860

COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT

part B

2. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$		3870
3. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$		3880
4. Net capital requirement (greater of line 22 or 23)	\$		3760
5. Excess net capital (line 10 less 24)	\$		3910
6. Net capital in excess of the greater of:			
5% of combined aggregate debit items or 120% of minimum net capital requirement	\$		3920

NOTES:

- i) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
 - 1. Minimum dollar net capital requirement, or
 - 2. 6-2/3% of aggregate indebtedness or 4% of aggregate debits if alternative method is used.
- ii) Do not deduct the value of securities borrowed under subordination agreements or secured demand notes covered by subordination agreements not in satisfactory form and the market values of the memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- iii) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA**

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933
 Number of months included in this statement 3 3931

REVENUE STATEMENT OF INCOME (LOSS)

Commissions:	
. Commissions on transactions in exchange listed equity securities executed on an exchange	\$ 3935
. Commissions on listed option transactions	169 3938
. All other securities commissions	25,025 3939
. Total securities commissions	25,194 3940
Gains or losses on firm securities trading accounts	
. From market making in options on a national securities exchange	3945
. From all other trading	3949
. Total gain (loss)	3950
Gains or losses on firm securities investment accounts	3952
Profits (losses) from underwriting and selling groups	3955
Revenue from sale of investment company shares	3970
Commodities revenue	3990
Fees for account supervision, investment advisory and administrative services	3975
Other revenue	3,000 3995
Total revenue	\$ 28,194 4030

EXPENSES

. Salaries and other employment costs for general partners and voting stockholder officers	4120
. Other employee compensation and benefits	4115
. Commissions paid to other brokers-dealers	4140
. Interest expense	4075
a. Includes interest on accounts subject to subordination agreements	4070
. Regulatory fees and expenses	4195
. Other expenses	45,360 4100
Total expenses	\$ 45,360 4200

NET INCOME

. Net Income (loss) before Federal income taxes and items below (Item 9 less Item 16)	\$ (17,166) 4210
. Provision for Federal income taxes (for parent only)	(1,500) 4220
. Equity in earnings (losses) of unconsolidated subsidiaries not included above	4222
a. After Federal income taxes of	4238
. Extraordinary gains (losses)	4224
a. After Federal income taxes of	4239
. Cumulative effect of changes in accounting principles	4225
. Net income (loss) after Federal income taxes and extraordinary items	\$ (15,666) 4230

MONTHLY INCOME

. Income (current month only) before provision for Federal Income taxes and extraordinary items	(6,855) 4211
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FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12

STATEMENT OF CHANGES IN OWNERSHIP EQUITY
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)

Balance, beginning of period	\$	208,245	4240
1. Net income (loss)		(15,666)	4250
3. Additions (includes non-conforming capital of	\$	4262)
		16,500	4260
2. Deductions (includes non-conforming capital of	\$	4272)
			4270
Balance, end of period (from item 1800)	\$	209,079	4290

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED
TO CLAIMS OF GENERAL CREDITORS

Balance, beginning of period	\$		4300
A. Increases			4310
B. Decreases			4320
Balance, end of period (from item 3520)	\$		4330

OMIT PENNIES

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA**

BROKER OR DEALER

CATHAY SECURITIES, INC.

as of

12/31/12

Exemptive Provision Under Rule 15c3-3

If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based :

- (k) (1) - Limited business (mutual funds and/or variable annuities only) \$ 4550
- (k) (2) (i) - "Special Account for the Exclusive Benefit of customers" maintained 4560
- (k) (2) (ii) - All customer transactions cleared through another broker-dealer on a fully disclosed basis.
Name(s) of Clearing Firm(s) - Please separate multiple names with a semi-colon
APEX Clearing Corporation 4335 X 4570
- (k) (3) - Exempted by order of the Commission 4580

**Ownership Equity and Subordinated Liabilities maturing or proposed to be
withdrawn within the next six months and accruals, (as defined below),
which have not been deducted in the computation of Net Capital.**

Code of Proposed Withdrawal or Accrual See below for Code to enter)	Name of Lender or Contributor	Insider or Outsider ? (In or Out)	Amount to be with- drawn (cash amount and/or Net Capital Value of Securities)	(MMDDYY) Withdrawal or Maturity Date	Expect to Renew (Yes or No)
<u>4600</u>	<u>4601</u>	<u>4602</u>	<u>4603</u>	<u>4604</u>	<u>4605</u>
<u>4610</u>	<u>4611</u>	<u>4612</u>	<u>4613</u>	<u>4614</u>	<u>4615</u>
<u>4620</u>	<u>4621</u>	<u>4622</u>	<u>4623</u>	<u>4624</u>	<u>4625</u>
<u>4630</u>	<u>4631</u>	<u>4632</u>	<u>4633</u>	<u>4634</u>	<u>4635</u>
<u>4640</u>	<u>4641</u>	<u>4642</u>	<u>4643</u>	<u>4644</u>	<u>4645</u>
<u>4650</u>	<u>4651</u>	<u>4652</u>	<u>4653</u>	<u>4654</u>	<u>4655</u>
<u>4660</u>	<u>4661</u>	<u>4662</u>	<u>4663</u>	<u>4664</u>	<u>4665</u>
<u>4670</u>	<u>4671</u>	<u>4672</u>	<u>4673</u>	<u>4674</u>	<u>4675</u>
<u>4680</u>	<u>4681</u>	<u>4682</u>	<u>4683</u>	<u>4684</u>	<u>4685</u>
<u>4690</u>	<u>4691</u>	<u>4692</u>	<u>4693</u>	<u>4694</u>	<u>4695</u>
TOTAL			\$ <u>4699</u>		

OMIT PENNIES

Instructions: Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c) (2) (iv)), which could be required by the lender on demand or in less than six months.

WITHDRAWAL CODE:	DESCRIPTION
1.	Equity Capital
2.	Subordinated Liabilities
3.	Accruals
4.	15c3-1(c) (2) (iv) Liabilities

SUPPLEMENTAL STATEMENT OF INCOME

(Please read instructions before preparing Form)

NAME OF BROKER-DEALER	SEC. FILE NO.
ATHAY SECURITIES, INC. 13	8-39247 14
ADDRESS OF PRINCIPAL PLACE OF BUSINESS	FIRM ID NO.
12 CANAL ST, SUITE 403 20	21821 15
(No. and Street)	FOR PERIOD BEGINNING (MM/DD/YY)
NEW YORK 21 NY 22 10013 23	10/01/12 24
(City) (State) (Zip Code)	AND ENDING (MM/DD/YY)
NAME OF PERSON COMPLETING THIS REPORT RUSERIM HASAN 11290	12/31/12 25
TELEPHONE NO. OF PERSON COMPLETING THIS REPORT (212) 285-2261 11291	

REVENUE

1. Commissions

A. Listed Equities, ETFs and Closed End Funds Executed on an Exchange	\$	13935
B. Exchange Listed Equity Securities Executed OTC	\$	25,025 13937
C. U.S. Government and Agencies	\$	11001
D. Foreign Sovereign debt	\$	11002
E. Corporate debt	\$	11003
F. Mortgage Backed and Other Asset Backed Securities	\$	11004
G. Municipals	\$	11005
H. Listed Options	\$	169 13938
I. OTC Options	\$	11006
J. All Other Securities Commissions	\$	13939
K. Commodity Transactions	\$	13991
L. Foreign Exchange	\$	11007
M. Aggregate amount if less than the greater of \$5,000 or 5% of Total Revenue (line 14030) (Do not complete Items A-L)	\$	11008
1. Is any portion of Item M related to municipal securities?	<input type="checkbox"/> 11009	
Total Commissions:	\$	25,194 13940

2. Revenue from Sale of Investment Company Shares \$ 13970

3. Revenue from Sale of Insurance Based Products		
A. Variable Contracts	\$	11020
B. Non-Securities Insurance Based Products	\$	11021
C. Aggregate amount if less than the greater of \$5,000 or 5% of Total Revenue (line 14030) (Do not complete Items A-B)	\$	11022
Total Revenue From Sale of Insurance Based Products:	\$	11029

4. Gains or Losses on Derivative Trading Desks		
A. Interest Rate/Fixed Income Products	\$	13921
B. Currency	\$	13922
C. Equity Products	\$	13923
D. Commodity Products	\$	13924
E. Other	\$	13925
Total Gains or Losses on Derivative Trading Desks:	\$	13926

SUPPLEMENTAL STATEMENT OF INCOME

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

5. Net Gains or Losses on Principal Trades

A. Equities, ETFs and Closed End Funds.

Includes Dividends:	<input type="text" value="11030"/>	\$ _____	<input type="text" value="13903"/>
B. U.S. Government and Agencies. Includes interest:	<input type="text" value="11031"/>	\$ _____	<input type="text" value="11032"/>
C. Foreign Sovereign Debt. Includes interest:	<input type="text" value="11033"/>	\$ _____	<input type="text" value="11034"/>
D. Corporate Debt. Includes interest:	<input type="text" value="11035"/>	\$ _____	<input type="text" value="11036"/>
E. Mortgage-Backed and Other			
Asset-Backed Securities. Includes interest	<input type="text" value="11037"/>	\$ _____	<input type="text" value="11038"/>
F. Municipals. Includes interest:	<input type="text" value="11039"/>	\$ _____	<input type="text" value="13901"/>
G. Foreign Exchange		\$ _____	<input type="text" value="13902"/>
H. Listed Options		\$ _____	<input type="text" value="11040"/>
I. OTC Options		\$ _____	<input type="text" value="11041"/>
J. Securities Based Swaps		\$ _____	<input type="text" value="11042"/>
K. All Other Swaps		\$ _____	<input type="text" value="11043"/>
L. Futures		\$ _____	<input type="text" value="11044"/>
M. Commodity Transactions		\$ _____	<input type="text" value="13904"/>
N. Other		\$ _____	<input type="text" value="13951"/>
O. Aggregate amount if less than the greater of \$5,000 or 5% of Total Revenue (line 14030) (Do not complete Items A-N)		\$ _____	<input type="text" value="11045"/>
1. Is any portion of Item O related to municipal securities?	<input type="text" value="11046"/>		

Total Net Gains or Losses on Principal Trades: \$ _____

6. Capital Gains (Losses) on Firm Investments

Includes Dividends and/or Interest:

<input type="text" value="11053"/>	\$ _____	<input type="text" value="13952"/>
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7. Interest / Rebate / Dividend Income

A. Securities Borrowings		\$ _____	<input type="text" value="11060"/>
B. Reverse Repurchase Transactions		\$ _____	<input type="text" value="11061"/>
C. Margin Interest		\$ _____	<input type="text" value="995"/> <input type="text" value="13960"/>
D. Interest earned from customer bank sweep (FDIC insured products) programs		\$ _____	<input type="text" value="11062"/>
E. Interest earned from customer fund sweeps into '40 Act Investments		\$ _____	<input type="text" value="11063"/>
F. Interest and/or Dividends on Securities held in Firm Inventory (not reported in Sections 4 or 5)		\$ _____	<input type="text" value="11064"/>
G. Other Interest		\$ _____	<input type="text" value="135"/> <input type="text" value="13953"/>
H. Aggregate amount if less than the greater of \$5,000 or 5% of Total Revenue (line 14030) (Do not complete Items A-G)		\$ _____	<input type="text" value="11065"/>

Total Interest / Rebate / Dividend Income: \$ _____

8. Revenue from Underwritings and Selling Group Participation

A. Municipal Offerings		\$ _____	<input type="text" value="11070"/>
B. Registered Offerings			
1. Offerings other than self or affiliate. Excludes municipals		\$ _____	<input type="text" value="11071"/>
2. Offerings, self or affiliate. Excludes municipals		\$ _____	<input type="text" value="11072"/>

Total Revenue from Registered Offerings: \$ _____

SUPPLEMENTAL STATEMENT OF INCOME

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933
Number of months included in this statement 3 3931

C. Unregistered Offerings (Excludes municipal offerings) Sections below refer to Operational Page - See Instructions

Did the broker or dealer filing this report participate in the sale of any unregistered offering during the reporting period for which it received no compensation? N 11080

1. Unregistered offerings, other than self or affiliate offerings. Section 1 \$ 11081
2. Unregistered offerings, self or affiliate offerings. Section 2 \$ 11082

Total Revenue from Unregistered Offerings: \$ 11089

Total Revenue from Underwritings and Selling Group Participation: \$ 13955

9. Fees Earned

A. Fees earned from affiliated entities \$ 11090
B. Investment Banking Fees; M&A Advisory \$ 11091
C. Account Supervision and Investment Advisory Services \$ 13975
D. Administrative Fees \$ 11092
E. Revenue from Research Services \$ 13980
F. Rebates from Exchanges, ECNs, and ATSS \$ 11093
G. 12b-1 Fees \$ 11094
H. Mutual Fund Revenue other than Concessions or 12b-1 Fees \$ 11095
I. Execution Services \$ 11096
J. Clearing Services \$ 11097
K. Fees earned on customer bank sweep (FDIC insured products) programs \$ 11098
L. Fees earned from sweep programs into '40 Act Investments \$ 11099
M. Networking Fees from '40 Act Companies \$ 11100
N. Other Fees \$ 11101
O. Aggregate amount if less than the greater of \$5,000 or 5% of Total Revenue
(line 14030) (Do not complete Items A-N) \$ 11102

Total Fees Earned: \$ 11109

10. Commodities Revenue \$ 13990

11. Other Revenue

A. Total Revenue from sale of Certificates of Deposit (CDs) issued by an affiliate \$ 11126
B. Other Revenue \$ 13995 1,870

If Other Revenue line 13995 is greater than both 10% of Total Revenue line 14030 and \$5,000, provide a description of the 3 largest components of Other Revenue, along with the associated revenue for each.

B-1. Description of : 1st largest component of Other Revenue:

11120 \$ 11121

B-2. Description of : 2nd largest component of Other Revenue:

11122 \$ 11123

B-3. Description of : 3rd largest component of Other Revenue:

11124 \$ 11125

Total Revenue: \$ 28,194 14030

SUPPLEMENTAL STATEMENT OF INCOME

BROKER OR DEALER

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933

CATHAY SECURITIES, INC.

Number of months included in this statement 3 3931

XPENSES

12. Compensation Expenses

A. Registered Representatives Compensation	\$		14110
B. Compensation paid to all other revenue producing personnel	\$		14040
C. Compensation paid to non-revenue producing personnel (including temporary personnel)	\$		11200
D. Bonuses	\$		11201
E. Other compensation expenses	\$		11202
F. Aggregate amount if less than the greater of \$5,000 or 5% of Total Expenses (line 14200) (Do not complete Items A-E)	\$		11203
Total Compensation Expenses:			11209

13. Commission, Clearance and Custodial Expenses

A. Floor brokerage and fees paid	\$		40 14055
B. Amounts paid to Exchanges, ECNs, and ATSS	\$		14145
C. Clearance Fees Paid to broker-dealers	\$		11210
D. Clearance Fees Paid to non-broker-dealers	\$		14135
E. Commission Paid to other broker-dealers	\$		14140
F. 12b-1 Fees	\$		11211
G. Custodial Fees	\$		11212
H. Aggregate amount if less than the greater of \$5,000 or 5% of Total Expenses (line 14200) (Do not complete Items A-G)	\$		11213
Total Commission, Clearance and Custodial Fees:			40 11219

14. Expenses Incurred on Behalf of Affiliates and Others

A. Soft dollar expenses	\$		11220
B. Rebates/Recapture of commissions	\$		11221
Total Expenses incurred on Behalf of Affiliates and Others:			11229

15. Interest and Dividend Expenses

A. Interest paid on bank loans	\$		11230
B. Interest paid on debt instruments where broker-dealer is the obligor, including subordination agreements	\$		11231
C. Interest paid on customer balances	\$		11232
D. Interest paid on Securities Loaned transactions	\$		11233
E. Interest paid on Repurchase Agreements	\$		11234
F. Interest and/or Dividends on Short Securities Inventory	\$		11235
G. Other interest expenses	\$		11236
H. Aggregate amount if less than the greater of \$5,000 or 5% of Total Expenses (line 14200) (Do not complete Items A-G)	\$		11237
Total Interest and Dividend Expenses:			14075

16. Fees Paid to Third Party Service Providers

A. To Affiliates	\$		11240
B. To Third Parties	\$		11241
Total Fees Paid to Third Party Service Providers:			11249

SUPPLEMENTAL STATEMENT OF INCOME

BROKER OR DEALER

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933

CATHAY SECURITIES, INC.

Number of months included in this statement 3 3931

17. General, Administrative, Regulatory and Miscellaneous Expenses

A. Finders' Fees	\$		11250
B. Technology, data and communication costs	\$	9,358	14060
C. Research	\$		11251
D. Promotional Fees	\$		14150
E. Travel and Entertainment	\$		11252
F. Occupancy and equipment expenses	\$	1,618	14080
G. Non-recurring charges	\$		14190
H. Regulatory Fees	\$		14195
I. Professional Service Fees	\$	3,480	11253
J. Litigation, arbitration, settlement, restitution and rescission, and related outside counsel legal fees	\$		11254
K. Losses in error accounts and bad debts	\$		14170
L. State and local income taxes	\$		11255
M. Aggregate amount if less than the greater of \$5,000 or 5% of Total Expenses (line 14200) (Do not complete Items A-L)	\$		11256
Total General, Administrative, Regulatory and Miscellaneous Expenses:	\$	14,456	11269

18. Other Expenses

A. Other Expenses	\$	27,864	14100
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If Other Expenses line 14100 is greater than both 10% of Total Expenses line 14200 and \$5,000, provide a description of the 3 largest components of Other Expenses, along with the associated revenue for each.

A-1. Description of : 1st largest component of Other Expenses:

Office Rental Expense	11280	\$	22,678	11281
---	---	----	--------	---

A-2. Description of : 2nd largest component of Other Expenses:

Insurance & office expenses	11282	\$	3,392	11283
---	---	----	-------	---

A-3. Description of : 3rd largest component of Other Expenses:

All other miscellenous expenses	11284	\$	1,794	11285
---	---	----	-------	---

Total Expenses:	\$	42,360	14200
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NET INCOME

19. Net Income

A. Income (loss) before Federal income taxes and items below	\$	(14,166)	14210
B. Provision for Federal income taxes (for parent only)	\$	1,500	14220
C. Equity in earnings (losses) of unconsolidated subsidiaries not included above	\$	0	14222
D. Extraordinary gains (losses)	\$	0	14224
E. Cumulative effect of changes in accounting principles	\$	0	14225
F. Net income (loss) after Federal income taxes and extraordinary items	\$	(15,666)	14230

SUPPLEMENTAL STATEMENT OF INCOME
OPERATIONAL PAGE

(Please read instructions before preparing Form)

SECTION 1: Unregistered offerings other than self or affiliate offerings

For each offering in which the firm participated in the Reporting Period, provide the following information. If firm engaged in more than five (5) such offerings during the Reporting Period, list the five (5) largest offerings in terms of total securities sold by dollar amount in descending order.

1. Unregistered offering other than self or affiliate offering:

A. Name of Issuer/Sponsor: _____ 11310

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): 11311

C. Industry Group (Select One): 11312

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/>	11313
Rule 504(b)(1)(i)	<input type="checkbox"/>	19000
Rule 504(b)(1)(ii)	<input type="checkbox"/>	19001
Rule 504(b)(1)(iii)	<input type="checkbox"/>	19002
Rule 505	<input type="checkbox"/>	19003
Rule 506	<input type="checkbox"/>	19004
Securities Act Section 4(5)	<input type="checkbox"/>	19005
Investment Company Act Section 3(c)	<input type="checkbox"/>	19006
Other	<input type="checkbox"/>	19007

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/>	11314
Debt	<input type="checkbox"/>	19010
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/>	19011
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/>	19012
Pooled Investment Fund Interests	<input type="checkbox"/>	19013
Tenant-in-Common Securities	<input type="checkbox"/>	19014
Mineral Property Securities	<input type="checkbox"/>	19015
Other	<input type="checkbox"/>	19016

F. Minimum Investment accepted from any outside investor: \$ _____ 11315

G. Total Offering Amount in dollars: \$ _____ 11316
 or check "Indefinite" Indefinite 11317

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____ 11318

I. Total number of customers to whom securities were sold with respect to the sales reported for Item H: 11319

J. Amount of revenue earned by the member with respect to the sales reported for Item H: \$ _____ 11320

SUPPLEMENTAL STATEMENT OF INCOME
OPERATIONAL PAGE

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933
Number of months included in this statement 3 3931

2. Unregistered offering other than self or affiliate offering:

A. Name of Issuer/Sponsor: _____ 11330

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): _____ 11331

C. Industry Group (Select One): _____ 11332

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/> 11333
Rule 504(b)(1)(i)	<input type="checkbox"/> 19020
Rule 504(b)(1)(ii)	<input type="checkbox"/> 19021
Rule 504(b)(1)(iii)	<input type="checkbox"/> 19022
Rule 505	<input type="checkbox"/> 19023
Rule 506	<input type="checkbox"/> 19024
Securities Act Section 4(5)	<input type="checkbox"/> 19025
Investment Company Act Section 3(c)	<input type="checkbox"/> 19026
Other	<input type="checkbox"/> 19027

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/> 11334
Debt	<input type="checkbox"/> 19030
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/> 19031
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/> 19032
Pooled Investment Fund Interests	<input type="checkbox"/> 19033
Tenant-in-Common Securities	<input type="checkbox"/> 19034
Mineral Property Securities	<input type="checkbox"/> 19035
Other	<input type="checkbox"/> 19036

F. Minimum Investment accepted from any outside investor: \$ _____ 11335

G. Total Offering Amount in dollars: \$ _____ 11336
or check "Indefinite" Indefinite 11337

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____ 11338

I. Total number of customers to whom securities were sold with respect to
the sales reported for Item H: 11339

J. Amount of revenue earned by the member with respect to
the sales reported for Item H: \$ _____ 11340

**SUPPLEMENTAL STATEMENT OF INCOME
OPERATIONAL PAGE**

BROKER OR DEALER

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933

CATHAY SECURITIES, INC.

Number of months included in this statement 3 3931

3. Unregistered offering other than self or affiliate offering:

A. Name of Issuer/Sponsor: _____ 11350

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): _____ 11351

C. Industry Group (Select One): _____ 11352

- D. Federal Exemptions and Exclusions Claimed (Select all that apply):
- Rule 504(b)(1) (not (i) (ii) or (iii)) 11353
 - Rule 504(b)(1)(i) 19040
 - Rule 504(b)(1)(ii) 19041
 - Rule 504(b)(1)(iii) 19042
 - Rule 505 19043
 - Rule 506 19044
 - Securities Act Section 4(5) 19045
 - Investment Company Act Section 3(c) 19046
 - Other 19047

- E. Type(s) of Securities Offered (Select all that apply):
- Equity 11354
 - Debt 19050
 - Option, Warrant or Other Right to Acquire Another Security 19051
 - Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security 19052
 - Pooled Investment Fund Interests 19053
 - Tenant-in-Common Securities 19054
 - Mineral Property Securities 19055
 - Other 19056

F. Minimum Investment accepted from any outside investor: \$ _____ 11355

G. Total Offering Amount in dollars: \$ _____ 11356
or check "Indefinite" Indefinite 11357

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____ 11358

I. Total number of customers to whom securities were sold with respect to the sales reported for Item H: 11359

J. Amount of revenue earned by the member with respect to the sales reported for Item H: \$ _____ 11360

**SUPPLEMENTAL STATEMENT OF INCOME
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BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

4. Unregistered offering other than self or affiliate offering:

A. Name of Issuer/Sponsor: _____

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number):

C. Industry Group (Select One):

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/> 11373
Rule 504(b)(1)(i)	<input type="checkbox"/> 19060
Rule 504(b)(1)(ii)	<input type="checkbox"/> 19061
Rule 504(b)(1)(iii)	<input type="checkbox"/> 19062
Rule 505	<input type="checkbox"/> 19063
Rule 506	<input type="checkbox"/> 19064
Securities Act Section 4(5)	<input type="checkbox"/> 19065
Investment Company Act Section 3(c)	<input type="checkbox"/> 19066
Other	<input type="checkbox"/> 19067

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/> 11374
Debt	<input type="checkbox"/> 19070
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/> 19071
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/> 19072
Pooled Investment Fund Interests	<input type="checkbox"/> 19073
Tenant-in-Common Securities	<input type="checkbox"/> 19074
Mineral Property Securities	<input type="checkbox"/> 19075
Other	<input type="checkbox"/> 19076

F. Minimum Investment accepted from any outside investor: \$ _____

G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite 11377

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____

I. Total number of customers to whom securities were sold with respect to
the sales reported for Item H:

J. Amount of revenue earned by the member with respect to
the sales reported for Item H: \$ _____

SUPPLEMENTAL STATEMENT OF INCOME
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BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

5. Unregistered offering other than self or affiliate offering:

A. Name of Issuer/Sponsor: _____

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number):

C. Industry Group (Select One):

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/> <input type="text" value="11393"/>
Rule 504(b)(1)(i)	<input type="checkbox"/> <input type="text" value="19080"/>
Rule 504(b)(1)(ii)	<input type="checkbox"/> <input type="text" value="19081"/>
Rule 504(b)(1)(iii)	<input type="checkbox"/> <input type="text" value="19082"/>
Rule 505	<input type="checkbox"/> <input type="text" value="19083"/>
Rule 506	<input type="checkbox"/> <input type="text" value="19084"/>
Securities Act Section 4(5)	<input type="checkbox"/> <input type="text" value="19085"/>
Investment Company Act Section 3(c)	<input type="checkbox"/> <input type="text" value="19086"/>
Other	<input type="checkbox"/> <input type="text" value="19087"/>

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/> <input type="text" value="11394"/>
Debt	<input type="checkbox"/> <input type="text" value="19090"/>
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/> <input type="text" value="19091"/>
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/> <input type="text" value="19092"/>
Pooled Investment Fund Interests	<input type="checkbox"/> <input type="text" value="19093"/>
Tenant-in-Common Securities	<input type="checkbox"/> <input type="text" value="19094"/>
Mineral Property Securities	<input type="checkbox"/> <input type="text" value="19095"/>
Other	<input type="checkbox"/> <input type="text" value="19096"/>

F. Minimum Investment accepted from any outside investor: \$ _____

G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____

I. Total number of customers to whom securities were sold with respect to the sales reported for Item H:

J. Amount of revenue earned by the member with respect to the sales reported for Item H: \$ _____

**SUPPLEMENTAL STATEMENT OF INCOME
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BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 3932 to 12/31/12 3933
Number of months included in this statement 3 3931

SECTION 2: Unregistered offerings; self or affiliate offerings

For each offering in which the firm participated in the Reporting Period, provide the following information. If firm engaged in more than five (5) such offerings during the Reporting Period, list the five (5) largest offerings in terms of total securities sold by dollar amount in descending order.

6. Unregistered offerings; self or affiliate offerings:

A. Name of Issuer/Sponsor: _____ 11410

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): _____ 11411

C. Industry Group (Select One): _____ 11412

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/>	11413
Rule 504(b)(1)(i)	<input type="checkbox"/>	19100
Rule 504(b)(1)(ii)	<input type="checkbox"/>	19101
Rule 504(b)(1)(iii)	<input type="checkbox"/>	19102
Rule 505	<input type="checkbox"/>	19103
Rule 506	<input type="checkbox"/>	19104
Securities Act Section 4(5)	<input type="checkbox"/>	19105
Investment Company Act Section 3(c)	<input type="checkbox"/>	19106
Other	<input type="checkbox"/>	19107

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/>	11414
Debt	<input type="checkbox"/>	19110
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/>	19111
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/>	19112
Pooled Investment Fund Interests	<input type="checkbox"/>	19113
Tenant-in-Common Securities	<input type="checkbox"/>	19114
Mineral Property Securities	<input type="checkbox"/>	19115
Other	<input type="checkbox"/>	19116

F. Minimum Investment accepted from any outside investor: \$ _____ 11415

G. Total Offering Amount in dollars: \$ _____ 11416
or check "Indefinite" Indefinite 11417

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____ 11418

I. Total number of customers to whom securities were sold with respect to the sales reported for Item H: 11419

J. Amount of revenue earned by the member with respect to the sales reported for Item H: \$ _____ 11420

K. Issuer/Sponsor's affiliation to Broker-Dealer filing this Report (Select One): ... _____ 11421

**SUPPLEMENTAL STATEMENT OF INCOME
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BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

7. Unregistered offerings; self or affiliate offerings:

- A. Name of Issuer/Sponsor: _____
- B. If Form D has been filed by the issuer, enter CIK (Filer ID Number):
- C. Industry Group (Select One):
- D. Federal Exemptions and Exclusions Claimed (Select all that apply):
- Rule 504(b)(1) (not (i) (ii) or (iii))
 - Rule 504(b)(1)(i)
 - Rule 504(b)(1)(ii)
 - Rule 504(b)(1)(iii)
 - Rule 505
 - Rule 506
 - Securities Act Section 4(5)
 - Investment Company Act Section 3(c)
 - Other
- E. Type(s) of Securities Offered (Select all that apply):
- Equity
 - Debt
 - Option, Warrant or Other Right to
Acquire Another Security
 - Security to be Acquired Upon Exercise of
Option, Warrant or Other Right to
Acquire Security
 - Pooled Investment Fund Interests
 - Tenant-in-Common Securities
 - Mineral Property Securities
 - Other
- F. Minimum Investment accepted from any outside investor: \$ _____
- G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite
- H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____
- I. Total number of customers to whom securities were sold with respect to
the sales reported for Item H:
- J. Amount of revenue earned by the member with respect to
the sales reported for Item H: \$ _____
- K. Issuer/Sponsor's affiliation to Broker-Dealer filing this Report (Select One): ... _____

**SUPPLEMENTAL STATEMENT OF INCOME
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BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

8. Unregistered offerings; self or affiliate offerings:

A. Name of Issuer/Sponsor: _____

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number):

C. Industry Group (Select One):

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="text" value="11453"/>
Rule 504(b)(1)(i)	<input type="text" value="19140"/>
Rule 504(b)(1)(ii)	<input type="text" value="19141"/>
Rule 504(b)(1)(iii)	<input type="text" value="19142"/>
Rule 505	<input type="text" value="19143"/>
Rule 506	<input type="text" value="19144"/>
Securities Act Section 4(5)	<input type="text" value="19145"/>
Investment Company Act Section 3(c)	<input type="text" value="19146"/>
Other	<input type="text" value="19147"/>

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="text" value="11454"/>
Debt	<input type="text" value="19150"/>
Option, Warrant or Other Right to Acquire Another Security	<input type="text" value="19151"/>
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="text" value="19152"/>
Pooled Investment Fund Interests	<input type="text" value="19153"/>
Tenant-in-Common Securities	<input type="text" value="19154"/>
Mineral Property Securities	<input type="text" value="19155"/>
Other	<input type="text" value="19156"/>

F. Minimum Investment accepted from any outside investor: \$ _____

G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____

I. Total number of customers to whom securities were sold with respect to
the sales reported for Item H:

J. Amount of revenue earned by the member with respect to
the sales reported for Item H: \$ _____

K. Issuer/Sponsor's affiliation to Broker-Dealer filing this Report (Select One): ...

**SUPPLEMENTAL STATEMENT OF INCOME
OPERATIONAL PAGE**

BROKER OR DEALER

For the period (MMDDYY) from 10/01/12 to 12/31/12

CATHAY SECURITIES, INC.

Number of months included in this statement 3

9. Unregistered offerings; self or affiliate offerings:

A. Name of Issuer/Sponsor: _____

B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): _____

C. Industry Group (Select One): _____

D. Federal Exemptions and Exclusions Claimed (Select all that apply):

Rule 504(b)(1) (not (i) (ii) or (iii))	<input type="checkbox"/> 11473
Rule 504(b)(1)(i)	<input type="checkbox"/> 19160
Rule 504(b)(1)(ii)	<input type="checkbox"/> 19161
Rule 504(b)(1)(iii)	<input type="checkbox"/> 19162
Rule 505	<input type="checkbox"/> 19163
Rule 506	<input type="checkbox"/> 19164
Securities Act Section 4(5)	<input type="checkbox"/> 19165
Investment Company Act Section 3(c)	<input type="checkbox"/> 19166
Other	<input type="checkbox"/> 19167

E. Type(s) of Securities Offered (Select all that apply):

Equity	<input type="checkbox"/> 11474
Debt	<input type="checkbox"/> 19170
Option, Warrant or Other Right to Acquire Another Security	<input type="checkbox"/> 19171
Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security	<input type="checkbox"/> 19172
Pooled Investment Fund Interests	<input type="checkbox"/> 19173
Tenant-in-Common Securities	<input type="checkbox"/> 19174
Mineral Property Securities	<input type="checkbox"/> 19175
Other	<input type="checkbox"/> 19176

F. Minimum Investment accepted from any outside investor: \$ _____

G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite 11477

H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____

I. Total number of customers to whom securities were sold with respect to
the sales reported for Item H: _____

J. Amount of revenue earned by the member with respect to
the sales reported for Item H: \$ _____

K. Issuer/Sponsor's affiliation to Broker-Dealer filing this Report (Select One): ... _____

**SUPPLEMENTAL STATEMENT OF INCOME
OPERATIONAL PAGE**

BROKER OR DEALER
CATHAY SECURITIES, INC.

For the period (MMDDYY) from 10/01/12 to 12/31/12
Number of months included in this statement 3

10. Unregistered offerings; self or affiliate offerings:

- A. Name of Issuer/Sponsor: _____
- B. If Form D has been filed by the issuer, enter CIK (Filer ID Number): _____
- C. Industry Group (Select One): _____
- D. Federal Exemptions and Exclusions Claimed (Select all that apply):
- Rule 504(b)(1) (not (i) (ii) or (iii))
 - Rule 504(b)(1)(i)
 - Rule 504(b)(1)(ii)
 - Rule 504(b)(1)(iii)
 - Rule 505
 - Rule 506
 - Securities Act Section 4(5)
 - Investment Company Act Section 3(c) ...
 - Other
- E. Type(s) of Securities Offered (Select all that apply):
- Equity
 - Debt
 - Option, Warrant or Other Right to Acquire Another Security
 - Security to be Acquired Upon Exercise of Option, Warrant or Other Right to Acquire Security
 - Pooled Investment Fund Interests
 - Tenant-in-Common Securities
 - Mineral Property Securities
 - Other
- F. Minimum Investment accepted from any outside investor: \$ _____
- G. Total Offering Amount in dollars: \$ _____
or check "Indefinite" Indefinite
- H. Total amount in dollars of securities sold during the reporting period by the member: \$ _____
- I. Total number of customers to whom securities were sold with respect to the sales reported for Item H: _____
- J. Amount of revenue earned by the member with respect to the sales reported for Item H: \$ _____
- K. Issuer/Sponsor's affiliation to Broker-Dealer filing this Report (Select One): ... _____

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

FOCUS REPORT

(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)

Schedule I

INFORMATION REQUIRED OF BROKERS AND DEALERS PURSUANT TO RULE 17a-5

Report for the Calendar Year 2012
or if less than 12 months

Report for the period beginning 01/01/12 and ending 12/31/12
MM DD YY MM DD YY

SEC FILE NUMBER
8-39247
<input type="text" value="8011"/>

1. NAME OF BROKER DEALER	<input type="text" value="8020"/>	N 9	OFFICIAL USE ONLY	
CATHAY SECURITIES, INC.			Firm No	M M Y Y

2. Name(s) of broker-dealer(s) merging with respondent during reporting period:

NAME :	<input type="text" value="8053"/>	OFFICIAL USE ONLY	<input type="text" value="8057"/>
NAME :	<input type="text" value="8054"/>		<input type="text" value="8058"/>
NAME :	<input type="text" value="8055"/>		<input type="text" value="8059"/>
NAME :	<input type="text" value="8056"/>		<input type="text" value="8060"/>

3. Respondent conducts a securities business exclusively with registered broker-dealers:
(enter applicable code: 1=Yes 2=No)

4. Respondent is registered as a specialist on a national securities exchange:
(enter applicable code: 1=Yes 2=No)

5. Respondent makes markets in the following securities:

(a) equity securities	(enter applicable code: 1=Yes 2=No)	<input type="text" value="2"/>	<input type="text" value="8075"/>
(b) municipals	(enter applicable code: 1=Yes 2=No)	<input type="text" value="2"/>	<input type="text" value="8076"/>
(c) other debt instruments	(enter applicable code: 1=Yes 2=No)	<input type="text" value="2"/>	<input type="text" value="8077"/>

6. Respondent is registered solely as a municipal bond dealer:
(enter applicable code: 1=Yes 2=No)

7. Respondent is an insurance company or an affiliate of an insurance company:
(enter applicable code: 1=Yes 2=No)

8. Respondent carries its own public customer accounts:
(enter applicable code: 1=Yes 2=No)

9. Respondent's total number of public customer accounts:
(carrying firms filing X-17A-5 Part II only)

(a) Public customer accounts	<input type="text" value="0"/>	<input type="text" value="8080"/>
(b) Omnibus accounts	<input type="text" value="0"/>	<input type="text" value="8081"/>

10. Respondent clears its public customer and/or proprietary accounts:
(enter applicable code: 1=Yes 2=No)

FOCUS REPORT

Schedule I

page 2

11. Respondent clears its public customer accounts in the following manner:

(enter a "1" in appropriate boxes)

- | | | |
|--|--------------------------------|------|
| (a) Direct Mail (New York Stock Exchange Members Only) | <input type="text"/> | 8086 |
| (b) Self-Clearing | <input type="text"/> | 8087 |
| (c) Omnibus | <input type="text"/> | 8088 |
| (d) Introducing | <input type="text" value="1"/> | 8089 |
| (e) Other | <input type="text"/> | 8090 |

If Other please describe:

- | | | |
|--------------------------|----------------------|------|
| (f) Not applicable | <input type="text"/> | 8091 |
|--------------------------|----------------------|------|

12.(a) Respondent maintains membership(s) on national securities exchanges(s):

(enter applicable code 1=Yes 2=No)

<input type="text" value="2"/>	8100
--------------------------------	------

(b) Names of national securities exchange(s) in which respondent maintains memberships:

(enter a "1" in appropriate boxes)

- | | | |
|--------------------------|----------------------|------|
| (1) NYSE AMEX, LLC | <input type="text"/> | 8120 |
| (2) Boston | <input type="text"/> | 8121 |
| (3) CBOE | <input type="text"/> | 8122 |
| (4) Midwest | <input type="text"/> | 8123 |
| (5) New York | <input type="text"/> | 8124 |
| (6) Philadelphia | <input type="text"/> | 8125 |
| (7) Pacific Coast | <input type="text"/> | 8126 |
| (8) Other | <input type="text"/> | 8129 |

13. Employees:

- | | | |
|---|--------------------------------|------|
| (a) Number of full-time employees | <input type="text" value="3"/> | 8101 |
| (b) Number of full-time registered representatives employed by respondent included in 13(a) ... | <input type="text" value="1"/> | 8102 |

14. Number of NASDAQ stocks respondent makes market

<input type="text" value="0"/>	8103
--------------------------------	------

15. Total number of underwriting syndicates respondent was a member

<input type="text" value="0"/>	8104
--------------------------------	------

Carrying or clearing firms filing X-17A Part II)

16. Number of respondent's public customer transactions:

Actual	<input type="text"/>	8105
Estimate	<input type="text"/>	8106

- | | | |
|--|----------------------|------|
| (a) equity securities transactions effected on a national securities exchange | <input type="text"/> | 8107 |
| (b) equity securities transactions effected other than on a national securities exchange | <input type="text"/> | 8108 |
| (c) commodity, bond, option and other transactions effected on or off a national securities exchange | <input type="text"/> | 8109 |

FOCUS REPORT

Schedule I

page 3

17. Respondent is a member of the Securities Investor Protection Corporation
(enter applicable code 1=Yes 2=No) 8111

18. Number of branch offices operated by respondent 8112

19. (a) Respondent directly or indirectly controls, is controlled by, or is under
common control with , a U.S. bank (enter applicable code 1=Yes 2=No) 8130

(b) Name of parent or affiliate _____ 8131

(c) Type of institution _____ 8132

20. Respondent is an affiliate or subsidiary of a foreign broker-dealer or bank
(enter applicable code 1=Yes 2=No) 8113

21. (a) Respondent is a subsidiary of a registered broker-dealer
(enter applicable code 1=Yes 2=No) 8114

(b) Name of parent _____ 8116

22. Respondent is a subsidiary of a parent which is not a registered broker or dealer
(enter applicable code 1=Yes 2=No) 8115

23. Respondent sends quarterly statements to customers pursuant to
10b-10(b) in lieu of daily or immediate confirmations:
(enter applicable code 1=Yes 2=No)* 8117

24. Aggregate Dollar Amount of Non-Exempted OTC Sales of Exchange-Listed
Securities Done by Respondent During the Reporting Period \$ 8118

*Required in any Schedule I filed for the calendar year 1978 and succeeding years

FINRA Miscellaneous Information	
Annual Municipal Income	\$ <input type="text" value="0"/> 8151