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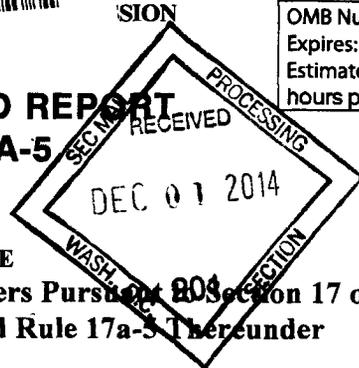


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OMB APPROVAL	
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**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**



SEC FILE NUMBER
8-42662

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 10/1/13 AND ENDING 9/30/14  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: The Enterprise Securities company

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
30301 Northwestern Hwy., Ste 200

(No. and Street)  
Farmington Hills Michigan 48334  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Norman A. Pappas 248-539-8282  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

UHY LLP

(Name - if individual, state last, first, middle name)  
27725 Stansbury Farmington Hills Michigan 48334  
(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)

12/23/14

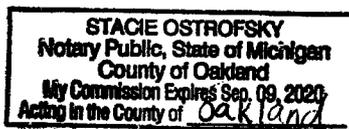
OATH OR AFFIRMATION

I, Norman A. Pappas, 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 Enterprise Securities Company, as of September 30, 20 14, 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:

Norman A. Pappas  
Signature

President/CCO  
Title

Stacie Ostrofsky  
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 ENTERPRISE SECURITIES COMPANY

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**THE ENTERPRISE SECURITIES COMPANY**

**FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2014**

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Board of Directors and Sole Shareholder of  
The Enterprise Securities Company

We have audited the accompanying financial statements of The Enterprise Securities Company (the "Company") (a Michigan corporation), which comprise the statement of financial condition as of September 30, 2014, and the related statements of income, changes in stockholders' equity, and cash flows 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 and supplemental information. The Enterprise Securities Company's management is responsible for these financial statements and supplemental information. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Company is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 condition of The Enterprise Securities Company as of September 30, 2014, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The supplemental Computation of Net Capital under Rule 15c3-1 has been subjected to audit procedures performed in conjunction with the audit of The Enterprise Securities Company's financial statements. The supplementary information is the responsibility of The Enterprise Securities Company's management.

To the Board of Directors and Sole Shareholder of  
The Enterprise Securities Company  
Page Two

Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with Rule 17a-5 of the Securities Exchange Act of 1934. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.

*UHY LLP*

Farmington Hills, Michigan  
November 26, 2014

**THE ENTERPRISE SECURITIES COMPANY  
STATEMENT OF FINANCIAL CONDITION  
SEPTEMBER 30, 2014**

**ASSETS (Note 1)**

**CURRENT ASSETS**

Cash and cash equivalents	\$	235,228
Commissions receivable		63,301
Refundable state taxes		1,914
Deferred income tax		10,600
Total Current Assets	\$	<u>311,043</u>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**CURRENT LIABILITIES**

Commissions payable (Note 3)	\$	56,971
Federal income tax payable		616
Total Current Liabilities		<u>57,587</u>

**STOCKHOLDER'S EQUITY**

Common stock - no par value		
Authorized - 60,000 shares		
Issued and outstanding - 1,000 shares		10,000
Retained earnings		243,456
Total Stockholder's Equity		<u>253,456</u>
Total Liabilities and Stockholder's Equity	\$	<u>311,043</u>

See notes to the financial statements

**THE ENTERPRISE SECURITIES COMPANY  
STATEMENT OF INCOME  
YEAR ENDED SEPTEMBER 30, 2014**

<b>REVENUE</b>					\$ 3,306,270
<b>EXPENSES</b>					
Commissions	\$	2,978,442			
Officer compensation		155,000			
Reimbursed operating expenses (Note 3)		144,493			
Professional fees		7,160			
Regulatory fees		12,645			
Compliance fees		540			
		<u>540</u>			<u>3,298,280</u>
<b>INCOME FROM OPERATIONS</b>					7,990
<b>INTEREST INCOME</b>					<u>1,804</u>
<b>INCOME BEFORE INCOME TAX</b>					<u>9,794</u>
<b>INCOME TAX (Note 1)</b>					
Current					4,554
Deferred					<u>(4,000)</u>
					<u>554</u>
<b>Net Income</b>					<u><u>\$ 9,240</u></u>

See notes to the financial statements

**THE ENTERPRISE SECURITIES COMPANY**  
**STATEMENT OF STOCKHOLDER'S EQUITY**  
**YEAR ENDED SEPTEMBER 30, 2014**

	<u>Common Stock</u> <u>Shares</u>	<u>Amount</u>	<u>Retained</u> <u>Earnings</u>	<u>Total</u>
BALANCE - OCTOBER 1, 2013	1,000	\$ 10,000	\$ 234,216	\$ 244,216
NET INCOME	---	---	9,240	9,240
BALANCE - SEPTEMBER 30, 2014	<u>1,000</u>	<u>\$ 10,000</u>	<u>\$ 243,456</u>	<u>\$ 253,456</u>

See notes to the financial statements

**THE ENTERPRISE SECURITIES COMPANY  
STATEMENT OF CASH FLOWS  
YEAR ENDED SEPTEMBER 30, 2014**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Net Income	\$ 9,240
Adjustments to reconcile net income to net cash used in operating activities	
Deferred income tax	(4,000)
Changes in operating assets and liabilities	
Commissions receivable	66,179
Refundable federal and state taxes	3,606
Commissions payable	8,615
Related party payable	(22,098)
Federal income taxes payable	616
	<hr/>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>62,158</b>
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<b>173,070</b>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b><u><u>\$ 235,228</u></u></b>

See notes to the financial statements

**THE ENTERPRISE SECURITIES COMPANY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2014**

**NOTE 1 – NATURE OF OPERATIONS**

The Company is a broker-dealer located in Farmington Hills, Michigan and is regulated by the Securities and Exchange Commission (SEC) and Financial Industry Regulatory Authority (FINRA).

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Estimates**

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

**Cash and Cash Equivalents**

The Company considers all liquid instruments with a maturity of three months or less to be cash equivalents. Cash and cash equivalents at September 30, 2014 consist of cash and money market funds. At various times during the fiscal year, the Company's cash in bank balances exceeded the federally insured limits. Management has deemed this as a normal business risk.

**Commissions Receivable**

Commissions receivable represent commission earned on security transactions, which are recorded on a trade date basis. Commissions receivable are stated at their earned amount with no allowance for doubtful accounts. An allowance for doubtful accounts is not considered necessary because probable uncollectible accounts are immaterial.

**Revenue Recognition**

The Company receives commissions as compensation for the sales of mutual funds, private placements, annuities, and life insurance products.

Commission revenues and related expenses are recorded on a trade date basis. Client transactions are recorded on a settlement date basis.

**Securities and Exchange Commission rule 15c3-3 Exemption**

The Company is not required to maintain a reserve account for the benefit of customers under Rule 15c3-3 of the Securities and Exchange Commission ("SEC"). All customer transactions are cleared through other broker-dealers. The Company promptly forwards all funds of its customers received in connection with its activities to other broker-dealers. The Company does not maintain margin accounts.

**THE ENTERPRISE SECURITIES COMPANY  
NOTES TO THE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2014**

**Customer Accounts**

No client money is held in the Company's bank accounts or in escrow.

**Income Tax**

Income taxes are provided at the applicable rates based on items included in the determination of income for income tax purposes.

The Company's effective income tax rate is different than what would be expected if the Federal statutory rate were applied to income from continuing operations primarily because of expenses for financial reporting purposes that are not deductible for tax purposes.

Deferred income tax reflects the estimated future tax effect of temporary differences between the basis of assets and liabilities for financial reporting purposes and such basis measured by tax laws and regulations.

The deferred income tax asset results from the timing difference in the reporting of commissions payable to the stockholder for financial statement purposes and for income tax purposes.

The Company evaluates income tax positions using a two-step process. A determination is first made as to whether it is more likely than not that the income tax position will be sustained, based upon technical merits, upon examination by the taxing authorities. If the income tax position is expected to meet the more likely than not criteria, the benefit recorded in the financial statements equals the largest amount that is more likely than not to be realized upon its ultimate settlement. At September 30, 2014, there were no uncertain tax positions that require an accrual.

None of the Company's federal or state income tax returns are currently under examination by the Internal Revenue Service ("IRS") or state authorities. However years 2010 and later remain subject to examination by the IRS and respective states.

**NOTE 3 – NET CAPITAL REQUIREMENTS**

The Company is subject to the SEC Uniform Net Capital Rule (SEC Rule 15c 3-1), which requires the maintenance of minimum net capital of \$5,000 and requires that the ratio of aggregate indebtedness to net capital both as defined, shall not exceed 15 to 1. At September 30, 2014, the Company had net capital as defined of approximately \$196,747, which was approximately \$191,747 in excess of its minimum required net capital of \$5,000 at September 30, 2014. The Company's ratio of aggregated indebtedness to net capital was .29 to1 at September 30, 2014.

**THE ENTERPRISE SECURITIES COMPANY  
NOTES TO THE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2014**

**NOTE 4 – RELATED PARTY TRANSACTIONS**

Pursuant to Exchange Act Rule 17a-3 (a) (1) and (a) (2), a broker-dealer must make a record reflecting each expense incurred relating to its business and any corresponding liability, regardless of whether the liability is joint or several with any person and regardless of whether a third party has agreed to assume the expense or liability. The Company has an expense sharing agreement with an affiliate for a fixed percentage of operating expenses. The Company incurred \$144,493 under this agreement as reimbursement of operating expenses for the year ended September 30, 2014.

Included in commission expense for the year ended September 30, 2014 is \$2,803,610 of stockholder commissions. At September 30, 2014, commissions payable to the stockholder amounted to \$50,650.

**NOTE 5 – SUBSEQUENT EVENTS**

The company has performed a review of events subsequent to September 30, 2014 through November 26, 2014, the date the financial statements were available to be issued.

## **SUPPLEMENTARY INFORMATION**

**THE ENTERPRISE SECURITIES COMPANY**  
**NET CAPITAL COMPUTATION**  
**AS REQUIRED BY EXCHANGE ACT RULE 15c3-1**  
**YEAR ENDED SEPTEMBER 30, 2014**

Computation of net capital:		
Total capital	\$	253,456
Nonallowable assets:		
Accounts receivable		42,746
Deferred income taxes		10,600
Refundable Income taxes		1,914
Total nonallowable assets		<u>55,260</u>
Net capital before haircuts on securities positions		198,196
Haircuts on securities		<u>1,449</u>
Net capital		196,747
Minimum net capital requirement (greater of \$5,000 or 6 2/3% of aggregate indebtedness)		5,000
Excess net capital	<u>\$</u>	<u>191,747</u>
Aggregate indebtedness	\$	57,587
<b>Ratio of aggregate indebtedness to net capital</b>		<b>.29 to 1</b>

There were no material differences between the audited computation of Net Capital included in this report and the corresponding schedule included in The Enterprise Securities Company's unaudited September 30, 2014 Part IIA amended FOCUS filing.

See notes to the financial statements

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Board of Directors and Sole Shareholder of  
The Enterprise Securities Company

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) The Enterprise Securities Company identified the following provisions of 17 C.F.R. §15c3-3(k) under which The Enterprise Securities Company claimed an exemption from 17 C.F.R. §240.15c3-3 Section (k)(2)(i) (the "exemption provisions") and (2) The Enterprise Securities Company stated that The Enterprise Securities Company met the identified provisions throughout the most recent fiscal year without exception. The Enterprise Securities Company's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about The Enterprise Securities Company's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(i) of rule 15c3-3 under the Securities Exchange Act of 1934.

**UHY** LLP

Farmington Hills, Michigan  
November 26, 2014

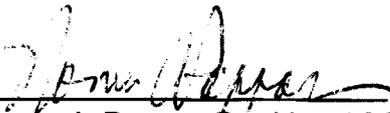


**EXEMPTION REPORT  
SEC Rule 17a-5d4**

The below information is designed to meet the Exemption Report criteria pursuant to SEC Rule 17a-5(d)(4):

- The Enterprise Securities Company is broker/dealer registered with the SEC and FINRA.
- The Enterprise Securities Company claimed an exemption under paragraph (k)(2)(i) of Rule 15c3-3 for the fiscal year ended September 30, 2014.
- The Enterprise Securities Company is exempt from the provisions of Rule 15c3-3 because it meets conditions set forth in paragraph (k)(2)(i) of the rule of which the identity of the specific conditions are as follows:
  - The firm restricts its business to the sale of limited partnership/LLC, private placements, investment company shares and variable life insurance products.
  - The firm introduces transactions and accounts of customers or brokers or dealers to another registered securities broker/dealer on a fully disclosed basis
  - The firm will not directly or indirectly receive or hold securities or funds payable to itself or for customers.
  - The firm instructs its customers to make checks payable to the clearing broker/dealer, mutual fund, bank escrow agent or other appropriate third party.
  - The firm does not engage in any firm commitment underwritings.
- The Enterprise Securities Company has met the identified exemption provisions in paragraph (k)(2)(i) of Rule 15c3-3 throughout the period of October 1, 2013 through September 30, 2014, without exception.
- The Enterprise Securities Company has not recorded any exceptions to the exemption provision in paragraph (k)(2)(i) of Rule 15c3-3 for the period of October 1, 2013 through September 30, 2014.

The above statements are true and correct to the best of my and the Firms knowledge and belief.

  
Norman A. Pappas, President / CCO  
The Enterprise Securities Company

**INDEPENDENT ACCOUNTANT'S AGREED UPON PROCEDURES REPORT ON  
SCHEDULE OF ASSESSMENT AND PAYMENTS (FORM SIPC-7)**

To the Board of Directors and Sole Shareholder of  
The Enterprise Securities Company

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended September 30, 2014, which were agreed to by The Enterprise Securities Company and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc. and SIPC, solely to assist you and the other specified parties in evaluating The Enterprise Securities Company's compliance with the applicable instructions of Form SIPC-7. The Enterprise Securities Company's management is responsible for The Enterprise Securities Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries (cash disbursements journal) noting no differences;
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended September 30, 2014, as applicable, with the amounts reported in Form SIPC-7 for the year ended September 30, 2014, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers noting no differences;
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments noting no differences; and
5. Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

To the Board of Directors and Sole Shareholder of  
The Enterprise Securities Company  
Page Two

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

*UHY LLP*

Farmington Hills, Michigan  
November 26, 2014