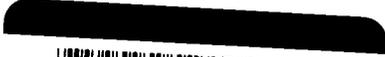


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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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

FACING PAGE

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

OMB APPROVAL	
OMB Number:	3235-0123
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FEB 28 2014 8-65 957

Washington DC  
404

REPORT FOR THE PERIOD BEGINNING 01/01/2013 AND ENDING 12/31/2013  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **WESTLAKE SECURITIES, LLC**

OFFICIAL USE ONLY
FIRM ID. NO.

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

2700 Via Fortuna, Suite 250

(No. and Street)

Austin  
(City)

Texas  
(State)

78746  
(Zip Code)

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

Wilson Allen

(512) 314-0723

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

**PMB Helin Donovan, LLP**

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

5918 W. Courtyard Drive, Suite 500  
(Address)

Austin  
(City)

Texas  
(State)

78730  
(Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

<b>FOR OFFICIAL USE ONLY</b>
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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

SEC 1410 (06-02)

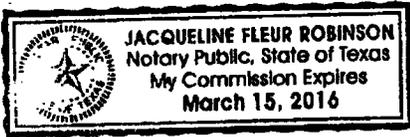
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CA  
2/2/14

OATH OR AFFIRMATION

I, Wilson Allen, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of WESTLAKE SECURITIES, LLC, as of December 31, 2013, 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:

NONE



Wilson Allen  
Signature

Chief Executive Officer  
Title

2.12.2014  
Notary Public

This report\*\* contains (check all applicable boxes):

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Operations.
- (d) Statement of Cash Flows.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (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).

# Westlake Securities, LLC

Financial Statements and Supplemental  
Schedule  
(With Independent Auditors' Reports Thereon)

December 31, 2013



**PMB Helin Donovan**  
CERTIFIED PUBLIC ACCOUNTANTS

**WESTLAKE SECURITIES, LLC**  
Index to Financial Statements and Supplemental Schedule  
December 31, 2013

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## INDEPENDENT AUDITORS' REPORT

To the Member of  
Westlake Securities, LLC:

We have audited the accompanying statements of financial condition of Westlake Securities, LLC (the "Company") as of December 31, 2013, and the related statements of operations, changes in member's 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.

### *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 financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' 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 of 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 auditors' 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 Company'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 Company'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 the Company as of December 31, 2013, 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.



# **PMB Helin Donovan**

**CONSULTANTS & CERTIFIED PUBLIC ACCOUNTANTS**

## ***Other Matter***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information contained in Schedule I 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 in Schedule I 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 in Schedule I is fairly stated in all material respects in relation to the financial statements as a whole.

**PMB Helin Donovan, LLP**

*PMB Helin Donovan, LLP*

Austin, Texas

February 12, 2014

**WESTLAKE SECURITIES, LLC**  
Statement of Financial Condition  
December 31, 2013

<b>Assets</b>	
Cash and cash equivalents	\$ 462,556
Deposits with clearing brokers	100,000
Due from clearing broker	21,515
Consulting/advisory fees receivable	89,841
Securities and investments	100
Receivables from related parties	644,665
Prepaid expenses and other assets	<u>2,490</u>
<b>Total assets</b>	<u><u>\$ 1,321,167</u></u>
<b>Liabilities and Member's Equity</b>	
Accounts payable and accrued expenses	<u>\$ 85,433</u>
<b>Total Liabilities</b>	<u>85,433</u>
Member's equity	<u>1,235,734</u>
<b>Total liabilities and member's equity</b>	<u><u>\$ 1,321,167</u></u>

See notes to the financial statements and independent auditors' report.

**WESTLAKE SECURITIES, LLC**  
Statement of Operations  
For the Year Ended December 31, 2013

**Revenues:**

Placement agent fees	\$ 1,889,130
Merger and acquisition advisory fees	527,500
Commissions	264,185
Gain on sale of securities	<u>390,857</u>
<b>Total revenues</b>	<u>3,071,672</u>

**Operating expenses:**

Compensation and benefits	2,194,986
Communications	41,300
Clearing costs	29,112
Professional fees	224,550
Occupancy and equipment costs	85,216
Regulatory fees and expenses	42,246
Bad debt expense	22,415
Other expenses	<u>61,815</u>
<b>Total operating expenses</b>	<u>2,701,640</u>

**Income before income taxes** 370,032

State income tax expense 6,478

**Net income** \$ 363,554

See notes to the financial statements and independent auditors' report.

**WESTLAKE SECURITIES, LLC**  
Statement of Changes in Member's Equity  
For the Year Ended December 31, 2013

<b>Balance at December 31, 2012</b>	\$ 872,180
Net Income	363,554
<b>Balance at December 31, 2013</b>	<u><u>\$ 1,235,734</u></u>

See notes to the financial statements and independent auditors' report.

**WESTLAKE SECURITIES, LLC**  
Statement of Cash Flows  
For the Year Ended December 31, 2013

<b>Cash flows from operating activities:</b>	
Net income	\$ 363,554
Adjustments to reconcile net income to net cash used in operating activities:	
Bad debt expense	22,415
Changes in assets and liabilities:	
Deposits with clearing brokers	20,013
Due from clearing broker	(4,913)
Consulting/advisory fees receivable	(51,248)
Securities and investments	47,280
Receivables from related parties	(406,548)
Prepaid expenses and other assets	15,583
Accounts payable and accrued expenses	(294,934)
Net cash used in operating activities	<u>(288,798)</u>
<b>Cash flows from investing activities:</b>	<u>-</u>
<b>Cash flows from financing activities:</b>	<u>-</u>
Net decrease in cash	(288,798)
Cash and cash equivalents at beginning of year	<u>751,354</u>
Cash and cash equivalents at end of year	<u>\$ 462,556</u>
<b>Supplemental disclosures of cash flow information:</b>	
Income taxes paid	<u>\$ 14,605</u>
Interest paid	<u>\$ -</u>

See notes to the financial statements and independent auditors' report.

**WESTLAKE SECURITIES, LLC**  
Notes to the Financial Statements  
December 31, 2013

**Note 1 - Nature of Business**

Westlake Securities, LLC (the "Company") is a broker-dealer registered with the Securities and Exchange Commission ("SEC") and a member of the Financial Industry Regulatory Authority, Inc. ("FINRA") providing full service broker dealer activities and investment banking. The Company has claimed an exemption from Rule 15c3-3 ("Rule") under section (k)(2)(ii) of the Rule, and accordingly is exempt from the remaining provisions of that Rule.

The Company is a Texas limited liability company, which commenced operations on March 20, 2003, and its sole member is Westlake Group, LLC (the "Parent").

**Note 2 - Summary of Significant Accounting Policies**

***Basis of accounting***

These financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America whereby revenues are recognized in the period earned and expenses when incurred.

***Cash equivalents***

For purposes of the statement of cash flows, the Company considers all short term, highly liquid investments with an original maturity of three months or less to be cash equivalents.

***Use of estimates***

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

***Consulting/advisory fees receivable***

Consulting/advisory fees receivable are generally collected in full in the month following their accrual. Management records an allowance for bad debts based on a collectability review of specific accounts. Any receivables deemed uncollectible are written off against the allowance. As of December 31, 2013, the Company has accrued an allowance for uncollectable accounts of \$0.

***Revenue recognition***

Placement agent revenues include gains, losses, and fees, net of syndicate expenses, arising from securities offerings in which the Company acts as an underwriter or placement agent. Placement agent fees are recognized as earned on a pro rata basis over the term of the contract, except that fees contingent on completion of a transaction are recognized at the time the placement transaction is completed and the income is reasonably determinable.

Merger and acquisitions ("M&A") advisory revenues include amounts earned from providing merger and acquisition or general advisory services. Revenue from M&A advisory services is recognized as earned on a pro rata basis over the term of the contract, except that fees contingent on completion of a transaction are recognized at the time the transaction is completed and the income is reasonably determinable.

***Security transactions***

Security transactions, commission income and expense are recorded on a settlement date basis, generally the third business day following the transaction. If materially different, commission income and expenses are recorded on a trade date basis.

**WESTLAKE SECURITIES, LLC**  
Notes to the Financial Statements  
December 31, 2013  
(Continued)

***Financial instruments and credit risk***

Financial instruments that potentially subject the Company to credit risk include cash and cash equivalents, consulting/advisory fees receivable from customers, amounts due from a clearing broker and securities and investments. Cash and cash equivalents are held by high credit quality financial institutions and \$125,197 exceeded the FDIC insured limits as of December 31, 2013. Securities not readily marketable are carried at fair value as determined by management of the Company. The increase or decrease in the fair value of these securities is recognized in the statement of operations.

***Fair Value Measurements***

The fair value of the Company's financial instruments reflects the amounts that the Company estimates to receive in connection with the sale of an asset or paid in connection with the transfer of a liability in an orderly transaction between market participants at the measurement date (exit price).

The carrying amounts of the Company's financial instruments, which include cash equivalents, deposits with clearing brokers, due from clearing broker, consulting/advisory fees receivable, receivables from related parties, prepaid expenses and other assets, and accounts payable and accrued expenses, approximate their fair values due to their short maturities. Securities and investments consist of equity securities of a privately held corporation that is measured at fair value.

***Income Taxes***

As a limited liability company, the Company's taxable income or loss is allocated to its member. Therefore, no provision or liability for income taxes has been included in the financial statements.

The Company is subject to Texas franchise tax. The tax is based on taxable margin, as defined under the law, rather than being based on federal taxable income. For the year ended December 31, 2013, the Company's Texas franchise tax expense was estimated to be \$6,478.

***Management Review***

Management of the Company has evaluated subsequent events through February 12, 2014, the date the financial statements were issued.

***Recent Accounting Pronouncements***

Accounting standards that have been issued or proposed by the Financial Accounting Standards Board ("FASB") or other standards-setting bodies are not expected to have a material impact on the Company's financial position, results of operations or cash flows.

**Note 3 - Fair Value Measurements**

In determining fair value, the Company uses various methods including market, income and cost approaches. Based on these approaches, the Company often utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The Company utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques, the Company is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

**WESTLAKE SECURITIES, LLC**  
Notes to the Financial Statements  
December 31, 2013  
(Continued)

Financial instruments are considered Level 1 when their values are determined using quoted prices in active markets for identical assets that the reporting entity has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1, such as quoted prices for similar assets in active or inactive markets, inputs other than quoted prices that are observable for the asset, or inputs that are derived principally from or corroborated by observable market data or other means.

Financial instruments are considered Level 3 when their values are determined using pricing models, discounted cash flow methodologies or similar techniques and at least one significant model assumption or input is unobservable. Level 3 financial instruments also include those for which the determination of fair value requires significant management judgment or estimation.

As of December 31, 2013, investments have been valued using Level 3 inputs and a weighting of discounted cash flows and market approach methodologies. The application of valuation techniques applied to similar assets and liabilities has been consistent. The following table represents the Company's fair value hierarchy for its investments measured at fair value on a recurring basis as of December 31, 2013:

<u>Description</u>	<u>Quoted Prices for Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>	<u>Total</u>
Equity securities	\$ -	\$ -	\$ 100	\$ 100
Total investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ 100</u>

The reconciliation of the underlying investments at fair value on a recurring basis using unobservable inputs (Level 3) for the year ended December 31, 2013 is as follows:

Balance at December 31, 2012	\$ 47,380
Net realized and unrealized gains on investments	390,856
Purchases and sales, net	<u>(438,136)</u>
Balance at December 31, 2013	<u>\$ 100</u>

**Note 4 - Concentrations**

The Company has a variety of customers, and in any given year a single customer can account for a significant portion of revenues. For the year ended December 31, 2013, the Company had two customers who accounted for 54% of total revenue.

**WESTLAKE SECURITIES, LLC**  
Notes to the Financial Statements  
December 31, 2013  
(Continued)

**Note 5 - Related Party Transactions**

Funds are periodically advanced to affiliates for working capital, which are offset by salaries and commissions, rent, and other overhead expenses paid by affiliates on behalf of the Company. For the year ended December 31, 2013, the expenses totaled \$684,973. In addition to this, an affiliate provides back office and other management support to the Company in exchange for a \$25,000 monthly management fee, payable at the affiliate's discretion. For the year ended December 31, 2013, the total management fees charged by an affiliate were \$150,000. At December 31, 2013, total amounts due from affiliates related to these arrangements were:

Westlake Group, LLC	\$ 144,185
Westlake Financial Advisory, LLC	500,480
Total	<u>\$ 644,665</u>

The Company and an affiliate are under common control and the existence of that control creates operating results and financial position significantly different than if the companies were autonomous.

**Note 6 - Net Capital Requirements**

The Company is subject to the SEC uniform net capital rule ("Rule 15c3-1"), which requires the maintenance of a minimum amount of net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Rule 15c3-1 also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1. At December 31, 2013, the Company had net capital and net capital requirements of \$498,638 and \$100,000, respectively. The Company's aggregate indebtedness to net capital ratio was 0.17 to 1.

Capital distributions to the Company's member can be made under a capital distribution policy approved by the member. Periodic distributions may be made to enable the member to pay federal income taxes on company profits, among other purposes.

**Schedule I**

**WESTLAKE SECURITIES, LLC**  
Computation of Net Capital and Aggregate Indebtedness  
Pursuant to Rule 15c3-1 of the Securities and Exchange Commission  
For the Year Ended December 31, 2013

Total member's equity qualified for net capital	\$ 1,235,734
Deductions and/or charges	
Non-allowable assets:	
Consulting/advisory fees receivable	89,841
Receivables from related parties	644,665
Prepaid expenses and other assets	2,490
Securities not readily marketable	100
Total deductions and/or charges	<u>737,096</u>
Net capital before haircuts on securities	498,638
Haircuts on securities	<u>-</u>
Net capital	<u><u>\$ 498,638</u></u>
Aggregate indebtedness	
Accounts payable and accrued expenses	<u>\$ 85,433</u>
Total aggregate indebtedness	<u><u>\$ 85,433</u></u>
Computation of basic net capital requirement	
Minimum net capital required (greater of \$100,000 or 6 2/3% of aggregate indebtedness)	<u><u>\$ 100,000</u></u>
Net capital in excess of minimum requirement	<u><u>\$ 398,638</u></u>
Net capital less greater of 10% of aggregate indebtedness or 120% of minimum net capital required	<u><u>\$ 378,638</u></u>
Ratio of aggregate indebtedness to net capital	<u><u>0.17 to 1</u></u>

Note: The above computation does not differ from the computation of net capital under Rule 15c3-1 as of December 31, 2013 as reported by the Company on Form X-17A-5 on January 24, 2014. Accordingly, no reconciliation is deemed necessary.

See notes to the financial statements and independent auditors' report.

**INDEPENDENT AUDITORS' REPORT  
ON INTERNAL CONTROL**

To the Member of  
Westlake Securities, LLC:

In planning and performing our audit of the financial statements of Westlake Securities, LLC (the "Company"), as of and for the year ended December 31, 2013, 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 the 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) of the Securities and Exchange Commission ("SEC"), 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 computations of aggregate indebtedness (or aggregate debits) and net capital under Rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of Rule 15c3-3. 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 any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons and recordation of differences required by Rule 17a-13, or
2. 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 internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of controls and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's previously mentioned objectives. Two of the objectives of internal control and the practices and procedures are to provide management with reasonable but not absolute assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control and the practices and procedures referred to above, error or fraud may occur and not be detected. Also, projection of any evaluation of them to future periods is 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 a 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 internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. We did not identify any deficiencies in 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 SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures, as described in the second paragraph of this report, were adequate at December 31, 2013, to meet the SEC's objectives

This report is intended solely for the information and use of the Member, management, the SEC, the Financial Industry Regulatory Authority, Inc. 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.

**PMB Helin Donovan, LLP**

*PMB Helin Donovan, LLP*

Austin, Texas  
February 12, 2014

**Independent Accountants' Report on Applying Agreed-Upon Procedures  
Related to an Entity's SIPC Assessment Reconciliation**

To the Member of  
Westlake Securities, LLC:

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 [General Assessment Reconciliation (Form SIPC-7)] to the Securities Investor Protection Corporation ("SIPC") for the year ended December 31, 2013, which were agreed to by Westlake Securities, LLC (the "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 Company's compliance with the applicable instructions of Form SIPC-7. The Company's management is responsible for the Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. 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 December 31, 2013, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2013, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences; and
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.

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.

**PMB Helin Donovan, LLP**

*PMB Helin Donovan, LLP*

Austin, Texas  
February 12, 2014

**SIPC-7**

(33-REV 7/10)

SECURITIES INVESTOR PROTECTION CORPORATION  
P.O. Box 92185 Washington, D.C. 20090-2185  
202-371-8300

**General Assessment Reconciliation**

For the fiscal year ended 12/31/2013  
(Read carefully the instructions in your Working Copy before completing this Form)

**SIPC-7**

(33-REV 7/10)

**TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS**

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

065957 FINRA DEC  
WESTLAKE SECURITIES LLC 17\*17  
WESTLAKE SECURITIES  
2700 VIA FORTUNA STE 250  
AUSTIN TX 78746-7997

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

CALVIN LAU (512) 314-0723

- 2. A. General Assessment (item 2e from page 2) \$ 6,629
- B. Less payment made with SIPC-6 filed (exclude interest) (615)  
7/23/13  
Date Paid
- C. Less prior overpayment applied (-)
- D. Assessment balance due or (overpayment) 6014
- E. Interest computed on late payment (see instruction E) for \_\_\_\_\_ days at 20% per annum -
- F. Total assessment balance and interest due (or overpayment carried forward) \$ 6014
- G. PAID WITH THIS FORM:  
Check enclosed, payable to SIPC  
Total (must be same as F above) \$ 6014
- H. Overpayment carried forward \$(-)

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

\_\_\_\_\_  
\_\_\_\_\_

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

WESTLAKE SECURITIES, LLC  
(Name of Corporation, Partnership or other organization)  
W. J. [Signature]  
(Authorized Signature)  
CCO  
(Title)

Dated the 6 day of February, 2014.

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

**SIPC REVIEWER** Dates:                                   
Postmarked                  Received                  Reviewed  
Calculations                             Documentation                             Forward Copy             
Exceptions:  
Disposition of exceptions:

**DETERMINATION OF "SIPC NET OPERATING REVENUES"  
AND GENERAL ASSESSMENT**

Amounts for the fiscal period  
beginning 1/1/2013  
and ending 12/31/2013

Item No.

Eliminate cents

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

\$ 3,071,672

2b. Additions:

(1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.

\_\_\_\_\_

(2) Net loss from principal transactions in securities in trading accounts.

\_\_\_\_\_

(3) Net loss from principal transactions in commodities in trading accounts.

\_\_\_\_\_

(4) Interest and dividend expense deducted in determining item 2a.

\_\_\_\_\_

(5) Net loss from management of or participation in the underwriting or distribution of securities.

\_\_\_\_\_

(6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.

\_\_\_\_\_

(7) Net loss from securities in investment accounts.

\_\_\_\_\_

Total additions

\_\_\_\_\_

2c. Deductions:

(1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.

\_\_\_\_\_

(2) Revenues from commodity transactions.

\_\_\_\_\_

(3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.

(29,112)

(4) Reimbursements for postage in connection with proxy solicitation.

\_\_\_\_\_

(5) Net gain from securities in investment accounts.

( 390,857)

(6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.

\_\_\_\_\_

(7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act).

\_\_\_\_\_

(8) Other revenue not related either directly or indirectly to the securities business.  
(See Instruction C):

\_\_\_\_\_

(Deductions in excess of \$100,000 require documentation)

(9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.

\$ \_\_\_\_\_

(ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3960).

\$ \_\_\_\_\_

Enter the greater of line (i) or (ii)

\_\_\_\_\_

Total deductions

(419,969)

2d. SIPC Net Operating Revenues

\$ 2,651,703

2e. General Assessment @ .0025

\$ 6,629

(to page 1, line 2.A.)