



SECURIT

15025923

IN



OMB APPROVAL	
OMB Number:	3235-0123
Expires:	March 31, 2016
Estimated average burden hours per response.....	12.00

3/25

Public



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

SEC FILE NUMBER
8-50831

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 11/1/14 AND ENDING 12/31/14
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Morgan Wilshire Securities, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

59 Hilton Avenue Suite 101

(No. and Street)

Garden City

NY

11530

(City)

(State)

(Zip Code)

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

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Edward Richardson Jr. CPA

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

15565 Northland Dr Suite 508 WestSouthfield MI 48075

(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)

3/26

OATH OR AFFIRMATION

I, Michael Finnian, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of MorganWilshire Securities, Inc., as of December 31, 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:

N/A

[Signature]
Signature
President
Title

Dean Schildkraut
Notary Public

DEAN SCHILDKRAUT
Notary Public, State of New York
No. 30-4850032
Qualified in Nassau County
Commission Expires Jan. 20, 20 18

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).

Edward Richardson Jr., CPA
15565 Northland Dr W Ste 508
Southfield, MI 48075
248-559-4514

Independent Auditor's Report

Board of Directors
Morgan Wilshire Securities, Inc.
960 Franklin Avenue Floor 2
Garden City, NY 11530-2946

Report on the Financial Statements

I have audited the accompanying statement of financial condition of Morgan Wilshire Securities, Inc. as of December 31, 2014 and the related statements of income, changes in stockholder's equity, changes in liabilities to claims of general creditors, and cash flows for the year ended. These financial statements are the responsibility of Morgan Wilshire Securities, Inc. management. My responsibility is to express an opinion on these financial statements based on my audit.

Auditor's Responsibility

I conducted this audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provide a reasonable basis for my opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Morgan Wilshire Securities, Inc. as of December 31, 2014, and results of its operations and its cash flows to the year then ended in conformity with accounting principles generally accepted in the United States.

Other Matters

The Net Capital Computation has been subjected to audit procedures performed with audit of Morgan Wilshire Securities, Inc. financial statements. The Net Capital Computation is the responsibility of Morgan Wilshire Securities, Inc. 's management. My audit procedures included determining whether the Net Capital Computation 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 Net Capital Computation. In forming my opinion on the Net Capital Computation, I evaluated whether the Net Capital Computation, including its form and content is presented in conformity 17 C.F.R. § 240 17a-5. In my opinion, the Net Capital Computation is fairly

stated, in all material respects, in relation to the financial statements as a whole.

Edward Richardson Jr. CPA

Edward Richardson Jr., CPA
Southfield, MI. 48075
February 16, 2015

MORGAN WILSHIRE SECURITIES, INC
Balance Sheet
 As of December 31, 2014

	Dec 31, 14
ASSETS	
Current Assets	
Checking/Savings	
1001 - First Nat Bank LI Accounts	
Fst Nat LI Payroll 308	(63.93)
Fst Nat of LI Oper Acct 290	27,682.30
Total 1001 - First Nat Bank LI Accounts	27,618.37
1002 - RBC Accounts	
RBC Dep Acct 99800	50,000.00
RBC Dep Acct 99805	25,000.00
Total 1002 - RBC Accounts	75,000.00
1003 - Away Accounts	
Janney Mont	110,239.40
TD Ameritrade	1,300.23
Total 1003 - Away Accounts	111,539.63
1026 - Prop Accounts	
1026.2 - Securities-at cost	8,167.28
1026.3 - Unrealized G/L	(2,882.28)
Total 1026 - Prop Accounts	5,285.00
Total Checking/Savings	219,443.00
Accounts Receivable	
735 - Other Asset Focus Line 735	
1035 - Customer Debit Balances	23,303.33
Total 735 - Other Asset Focus Line 735	23,303.33
Total Accounts Receivable	23,303.33
Other Current Assets	
295 - Clearance Act FCS Line 295	
1210 - RBC Payout Account	333,972.42
Total 295 - Clearance Act FCS Line 295	333,972.42
Total Other Current Assets	333,972.42
Total Current Assets	576,718.75
TOTAL ASSETS	576,718.75
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Payable Non-Cust FCS Line 1155	
2025 - Payroll Payable	271,141.98
2101 - Payroll Liabilities	11,839.35
Total Payable Non-Cust FCS Line 1155	282,981.33
1205 - Acts pybl accr othr FCS Ln 1205	
AWC ending 301	7,750.00
CRD Payable	88.15
Trading Accounts Debits RBC	8,167.28
1840 - FINRA Arb fees due MTRCS	9,980.45
1850 - Accrued Expenses	
1850.01 - LightPath	8,201.57
1850.03 - QUODD	888.50
1850.04 - Accounting Exp	
LBOM	1,548.00
Total 1850.04 - Accounting Exp	1,548.00

MORGAN WILSHIRE SECURITIES, INC

Balance Sheet

As of December 31, 2014

	Dec 31, 14
1850.05 - Nasdaq OMX	2,262.42
1850.06 - KCG	271.57
1850.07 - TRACE	422.31
1850.08 - FedEx	3,087.18
1850.09 - PSEG	770.25
1850.10 - Cablevision Optimum	90.00
1850.11 - State Ins Fund	16.00
1850.13 - Hartford Wks Comp	815.32
1850.14 - OneSecure	864.00
1850.15 - NYSE	1,229.00
1850.18 - ATT Toll Free Service	45.92
1850.18 - STC	564.84
1850.20 - J&B Copiers	845.04
1850.21 - Gallery Collection	238.54
Total 1850 - Accrued Expenses	22,260.46
1851 - Accrued Legal Expenses	8,854.93
1875.13 - FINRA Gross Inc Asses 2013	1,557.40
1875.14 - FINRA Gross Inc Asses 2014	6,300.00
1895 - Churilla Settlement	500.00
1900 - Credit Cards Payable	
1900.02 - Amex EMS MF 95000 96008	11,891.15
1900.03 - FIA MF 1296	553.01
1900.04 - FIA FM 5708	1,259.83
1900.05 - 1st Nat Visa MF 9299	265.34
Total 1900 - Credit Cards Payable	14,069.13
2210 - Unsecured Customer Debits	23,303.33
2302 - Audit Settlement 601	2,186.34
2900 - Accrued SIPC Payable	3,764.84
Total 1205 - Acts pybl accr othr FCS Ln 1205	108,762.31
Total Other Current Liabilities	391,743.64
Total Current Liabilities	391,743.64
Total Liabilities	391,743.64
Equity	
3300 - Capital Stock	28.50
3400 - Additional Paid in Capital	1,172,779.58
3500 - Distributions	(404,500.00)
3900 - Retained Earnings	(895,793.10)
Net Income	312,480.13
Total Equity	184,975.11
TOTAL LIABILITIES & EQUITY	576,718.75