

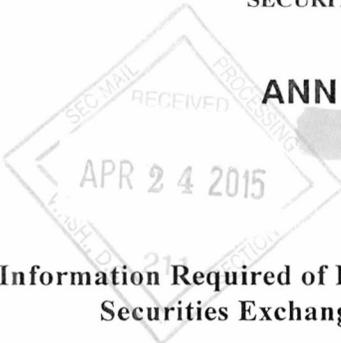


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# ANNUAL AUDITED REPORT FORM X-17A-5 PART III

SEC FILE NUMBER
8-67584

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 01/01/2014 AND ENDING 12/31/2014  
MM/DD/YY MM/DD/YY

### A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Alluvion Securities, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
5100 Poplar Avenue, Suite 809

(No. and Street)

Memphis

TN

38137

(City)

(State)

(Zip Code)

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

John S. Jumper

901-763-0744

(Area Code - Telephone Number)

### B. ACCOUNTANT IDENTIFICATION

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

Jackson, Howell and Associates, PLLC

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

7240 Goodlett Farms Parkway, Suite 101 Cordova

TN

38016

(Address)

(City)

(State)

(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>

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

SEC 1410 (06-02)

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OATH OR AFFIRMATION

I, John S. Jumper, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Alluvion Securities, LLC of December 31, 2014, 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:

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

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Title

\_\_\_\_\_  
Notary Public

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

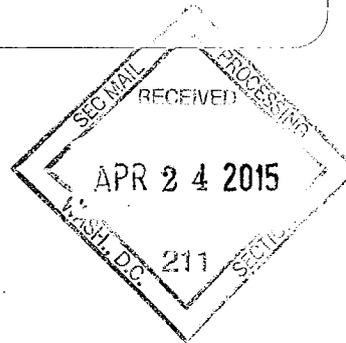
- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims 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).

**Alluvion Securities, LLC**

**FINANCIAL REPORT**

**December 31, 2014**



**JACKSON, HOWELL & ASSOCIATES, PLLC**  
CERTIFIED PUBLIC ACCOUNTANTS/BUSINESS CONSULTANTS



**Alluvion Securities, LLC**

**FINANCIAL REPORT**

**December 31, 2014**

## CONTENTS

	<u>Page</u>
Report of Independent Registered Public Accounting Firm	5
Financial Statements	
Statement of financial condition	7
Statement of income	8
Statement of members' equity	9
Statement of changes in liabilities subordinated to claims of general creditors	10
Statement of cash flows	11
Notes to financial statements	12
Supplementary Information	
Schedule I - Computation of net capital under Rule 15c3-1 of the Securities and Exchange Commission	20
Independent Registered Public Accounting Firm's Report on Review of Exemption Report	22

**JACKSON, HOWELL & ASSOCIATES, PLLC**  
CERTIFIED PUBLIC ACCOUNTANTS/BUSINESS CONSULTANTS



MEMBERS AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS  
PRIVATE COMPANIES PRACTICE SECTION

MEMBERS:

JIMMY R. ADKINS, CPA  
DAVID L. JACKSON, CPA  
CYNTHIA C. ROBB, CPA  
KAREN D. HILL, CPA, CFE, CGFM  
MARK L. LAUBER, CPA

**REPORT OF INDEPENDENT REGISTERED  
PUBLIC ACCOUNTING FIRM**

TENNESSEE  
7240 GOODLETT FARMS PARKWAY, SUITE 101  
CORDOVA, TENNESSEE 38016-4925  
(901) 683-5100 (O) / (901) 683-0562 (F)

ARKANSAS  
301 EAST BROADWAY STREET  
WEST MEMPHIS, ARKANSAS 72301-3173  
(870) 735-2683 (O) / (870) 735-5871 (F)

E-MAIL: JHH@JHHCPA.COM

Board of Governors  
Alluvion Securities, LLC  
Memphis, Tennessee

We have audited the accompanying statement of financial condition of Alluvion Securities, LLC (the Company) as of December 31, 2014, and the related statements of income, members' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended, and the related notes to the financial statements. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the 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. 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 position of Alluvion Securities, LLC as of December 31, 2014, 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.

The supplementary information contained in the Schedule I - Computation of Net Capital Under Rule 15c3-1 (the Supplemental Information) has been subjected to audit procedures performed in conjunction with the audit of Alluvion Securities, LLC's financial statements. The Supplemental Information is the responsibility of Alluvion Securities, LLC's management. 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 17 C.F.R. § 240.17a-5. In our opinion, the supplementary information contained in the Schedule I - Computation of Net Capital Under Rule 15c3-1 is fairly stated, in all material respects, in relation to the financial statements as a whole.

Cordova, Tennessee  
April 10, 2015

*Jackson, Howell & Associates, PLLC*

**Alluvion Securities, LLC**  
**STATEMENT OF FINANCIAL CONDITION**  
**December 31, 2014**

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**ASSETS**

Cash	\$ -
Due from broker dealers and clearing organizations	25,634
Receivables from noncustomers	236,819
Furniture and equipment, at cost, less accumulated depreciation of \$98,516	18,730
Other assets	<u>5,092</u>
	<u>\$286,275</u>

**LIABILITIES AND MEMBERS' EQUITY**

Accounts payable and accrued expenses	\$ 56,835
Promissory note	<u>14,022</u>
	70,857
Commitments and contingencies	-
Members' equity	<u>215,418</u>
	<u>\$286,275</u>

The accompanying notes are an integral part of these financial statements.

**Alluvion Securities, LLC**  
**STATEMENT OF INCOME**  
**For the Year Ended December 31, 2014**

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<b>REVENUES:</b>	
Underwriting income	\$ 99,152
Other income, non-security related	<u>364,459</u>
	463,611
 <b>EXPENSES:</b>	
Employee compensation and benefits	442,815
Floor brokerage, exchange and clearance fees	161,888
Communications and data processing	35,470
Occupancy	102,356
Other expenses	<u>92,687</u>
	835,216
 <b>NET LOSS</b>	 <u><b>\$(371,605)</b></u>

The accompanying notes are an integral part of these financial statements.

**Alluvion Securities, LLC**  
**STATEMENT OF MEMBERS' EQUITY**  
**For the Year Ended December 31, 2014**

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Balance at January 1, 2014	\$ 142,623
Member contributions	444,400
Net loss	<u>(371,605)</u>
Balance at December 31, 2014	<u>\$ 215,418</u>

The accompanying notes are an integral part of these financial statements.

**Alluvion Securities, LLC**  
**STATEMENT OF CHANGES IN LIABILITIES**  
**SUBORDINATED TO CLAIMS OF GENERAL CREDITORS**  
**For the Year Ended December 31, 2014**

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Subordinated borrowings at January 1, 2014	\$ -
Increases	-
Decreases	<u>-</u>
Subordinated borrowings at December 31, 2014	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

**Alluvion Securities, LLC**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2014**

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**CASH FLOWS FROM OPERATING ACTIVITIES:**

Net loss	\$ (371,605)
Adjustments to reconcile net loss to cash used in operating activities:	
Depreciation	8,751
(Increase) decrease in operating assets:	
Net receivable from broker-dealer and clearing organizations	74,366
Receivables from non customers	(164,275)
Other assets	(355)
Increase (decrease) in operating liabilities:	
Accounts payable and accrued expenses	<u>30,422</u>
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(422,696)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Member contributions	444,400
Payments on promissory note	<u>(21,704)</u>
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<u>422,696</u>

**DECREASE IN CASH** -

**CASH AT BEGINNING OF YEAR** -

**CASH AT END OF YEAR** \$ -

**SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION:**

Cash paid during the year for:	
Interest	\$ 2,927
Income taxes	\$ -

The accompanying notes are an integral part of these financial statements.

**Alluvion Securities, LLC**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE A - NATURE OF BUSINESS**

The Company is a securities broker dealer operating under the provisions of the Securities Exchange Act of 1934 and is a member of the Financial Industry Regulatory Authority (FINRA). The Company operates as a registered limited liability company organized in the State of Delaware conducting business through its Memphis, Tennessee office.

The Company primarily transacts business with banks and other financial institutions, private organizations and individuals in a principal capacity of buying and selling various types of debt securities, which include obligations of the United States government, government agencies and state and local governments. The Company also acts as an agent for customers in acquiring private placement loans. In addition, the Company works directly with state and local governments as financial advisor and underwriter of new issues of municipal debt.

The Company operates under the provisions of Paragraph (k)(2)(ii) of Rule 15c3-3 of the SEC and, accordingly, is exempt from the remaining provisions of that Rule. Essentially, the requirements of Paragraph (k)(2)(ii) provide that the Company clear all transactions on behalf of customers on a fully disclosed basis with a clearing broker-dealer, and promptly transmit all customer funds and securities to the clearing broker-dealer. The clearing broker-dealer carries all of the accounts of the customers and maintains and preserves all related books and records as are customarily kept by a clearing broker-dealer.

The Company has contracted with Sterne Agee Leach, Inc. to act in the capacity of its clearing broker and all customer funds and securities are safe kept with that institution in accordance with the Securities and Exchange Commission regulations.

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Securities Transactions**

Securities transactions are recorded on a trade date basis, as if they had settled. Profit and loss arising from all securities transactions entered into for the account and risk of the Company are recorded on a trade date basis.

Amounts receivable and payable for securities transactions that have not reached their contractual settlement date are recorded net on the statement of financial condition.

Securities are recorded at fair value in accordance with FASB ASC 820, *Fair Value Measurements and Disclosures*.

**Underwriting Fees**

Underwriting fees include gains, losses and fees, net of syndicate expenses, arising from securities offerings in which the Company acts as an underwriter or agent. Sales concessions and underwriting fees are recorded at the time the underwriting is completed and the income is reasonably determinable.

**Alluvion Securities, LLC**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

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**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**Commissions**

Commissions and related clearing expenses are recorded on a trade date basis as securities transactions occur.

**Income Taxes**

The Company is treated as a partnership for income tax purposes and as such, each member is taxed separately on their distributive share of the Company's income whether or not that income is actually distributed.

As a result, no provisions for income taxes or deferred income taxes have been made.

The Company recognizes the accrual of any interest and penalties relating to unrecognized tax benefits in income tax expense. No interest or penalties relating to unrecognized tax benefits were recognized in 2014.

The Company is no longer subject to Federal or state tax examinations by taxing authorities for years before 2011.

**Depreciation**

Depreciation is provided on a straight-line basis using estimated useful lives of five to ten years.

**Events Occurring After Report Date**

The Company has evaluated events and transactions that occurred between December 31, 2014 and April 10, 2015, which is the date that the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

**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 amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Alluvion Securities, LLC**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

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**NOTE C - FAIR VALUE MEASUREMENT**

FASB ASC 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820, are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within Level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data.)

Following is a description of the valuation methodologies used for the assets measured at fair value. There have been no changes in the methodologies used at December 31, 2014.

*Municipal securities:* Certain municipal securities are valued at the closing price reported in the active market in which the security is traded. Other municipal securities are valued based on yields currently available on comparable securities of issuers with similar credit ratings, maturity dates, and other factors related to the security.

*Common stocks:* Certain common stocks are valued at the closing price reported in the active market in which the individual securities are traded. Investments in certain restricted common stocks are valued at the quoted market price of the issuer's unrestricted common stock less an appropriate discount. If a quoted market price for unrestricted common stock of the issuer is not available, restricted common stocks are valued at a multiple of current earnings less an appropriate discount. The multiple chosen is consistent with multiples of similar companies based on current market prices.

Alluvion Securities, LLC  
NOTES TO FINANCIAL STATEMENTS - CONTINUED

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**NOTE C - FAIR VALUE MEASUREMENT - CONTINUED**

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Company believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table presents the Company's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of December 31, 2014.

**Fair Value Measurements on a Recurring Basis  
As of December 31, 2014**

<b>ASSETS</b>	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Level 3</u></b>	<b><u>Total</u></b>
Cash	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -

**NOTE D - CONCENTRATIONS OF CREDIT RISK**

The Company is engaged in various trading and brokerage activities in which counterparties primarily include broker-dealers, banks, and other financial institutions. In the event counterparties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the credit worthiness of the counterparty or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty.

As discussed in Note A, the Company's customers securities transactions are introduced on a fully-disclosed basis with its clearing broker-dealer. The clearing broker-dealer carries all of the accounts of the customers of the Company and is responsible for execution, collection of and payment of funds and, receipt and delivery of securities relative to customer transactions. Off-balance-sheet risk exists with respect to these transactions due to the possibility that customers may be unable to fulfill their contractual commitments wherein the clearing broker-dealer may charge any losses it incurs to the Company.

**NOTE E - COMMITMENTS AND CONTINGENCIES**

Certain leases contain renewal options and escalation clauses. Rent expense for 2014 aggregated to \$93,605 and is included in the Occupancy expense line item in the statement of income.

Alluvion Securities, LLC  
NOTES TO FINANCIAL STATEMENTS - CONTINUED

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**NOTE E - COMMITMENTS AND CONTINGENCIES - CONTINUED**

The required annual rental payments for leases entered into by the Company are as follows:

<u>Year ending December 31</u>	<u>Amount</u>
2015	72,842
2016	46,782

In the normal course of business, the Company enters into underwriting commitments. There were no open commitments as of December 31, 2014.

**NOTE F - GUARANTEES**

FASB ASC 460, *Guarantees*, requires the Company to disclose information about its obligations under certain guarantee arrangements. FASB ASC 460 defines guarantees as contracts and indemnification agreements that contingently require a guarantor to make payments to the guaranteed party based on changes in an underlying (such as an interest or foreign exchange rate, security or commodity price, an index or the occurrence or nonoccurrence of a specified event) related to an asset, liability or equity security of a guaranteed party. This guidance also defines guarantees as contracts that contingently require the guarantor to make payments to the guaranteed party based on another entity's failure to perform under an agreement as well as indirect guarantees of the indebtedness of others.

***Indemnifications***

In the normal course of its business, the Company indemnifies and guarantees certain service providers, such as clearing and custody agents, trustees and administrators, against specified potential losses in connection with their acting as an agent of, or providing services to, the Company or its affiliates. The Company also indemnifies some clients against potential losses incurred in the event specified third-party service providers, including subcustodians and third-party brokers, improperly executed transactions. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

**Alluvion Securities, LLC**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

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**NOTE F - GUARANTEES - CONTINUED**

The Company provides representations and warranties to counterparties in connection with a variety of commercial transactions and occasionally indemnifies them against potential losses caused by the breach of those representations and warranties. The Company may also provide standard indemnifications to some counterparties to protect them in the event additional taxes are owed or payments are withheld, due either to a change in or adverse application of certain tax laws. These indemnifications generally are standard contractual terms and are entered into in the normal course of business. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

**NOTE G - NET CAPITAL REQUIREMENTS**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum 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 distributions of equity paid if the resulting net capital ratio would exceed 10 to 1. At December 31, 2014, the Company had net capital and net capital requirements of approximately \$(45,223) and \$100,000, respectively. The Company's ratio of aggregate indebtedness to net capital was (1.57) to 1.

As of December 31, 2014, for multiple months within 2014 and periodically through the date of this report, the entity has been out of compliance with its net capital requirements discussed above. As such, the Company cannot conduct certain transactions which require net capital compliance, such as underwriting and trading in securities with customers.

**NOTE H - RELATED PARTIES**

The Company is a special purpose entity of The Harbor Bank of Maryland. The Harbor Bank of Maryland is a state chartered commercial bank that has provided commercial and retail banking services in Baltimore, Maryland since 1982.

The Company has advanced \$236,819 to related entities with common ownership for operating funds. These amounts are due upon demand and the amounts are considered non-allowable assets for purposes of the net capital computation.

**Alluvion Securities, LLC**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

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**NOTE I - OTHER MATTER**

The Company has experienced substantial losses since its inception and has been out of net compliance on multiple occasions, including at December 31, 2014 and periodically to the date of the report.

Management has established a detailed plan and developed a current pipeline of potential revenue streams which it believes will provide the Company the resources it needs to become financially stable and maintain compliance with its net capital requirements. Several loan consulting and advisory fees are imminent which should provide the necessary capital to reach regulatory net capital compliance. If successfully completed, these revenue streams will be more than adequate to fund the Company into the next year. As a contingency, one of the owners has signed a capital commitment letter to maintain compliance through 2015.

These financial statements do not include any adjustments that may result from any of the above discussions and although management believes these plans are sufficient for its needs, the ultimate outcome of these plans is uncertain.

**SUPPLEMENTARY INFORMATION**

**Alluvion Securities, LLC**  
**COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1**  
**OF THE SECURITIES AND EXCHANGE COMMISSION**  
**As of December 31, 2014**

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**Schedule I**

Net capital:		
Total members' equity		\$215,418
Deductions and/or changes:		
Receivables from noncustomers	\$236,819	
Furniture and equipment, net	18,730	
Other assets	<u>5,092</u>	<u>260,641</u>
<b>NET CAPITAL</b>		<b><u>\$ (45,223)</u></b>
Aggregate indebtedness:		
Items included in statement of financial condition:		
Accounts payable and accrued expenses		\$ 56,835
Promissory note		<u>14,022</u>
<b>AGGREGATE INDEBTEDNESS</b>		<b><u>\$ 70,857</u></b>
Computation of basic net capital requirement:		
Minimum net capital required		<u>\$100,000</u>
Excess net capital		<u>\$ (29,143)</u>
Excess net capital at 1000%		<u>\$ (49,143)</u>
Ratio of aggregate indebtedness to net capital		<u>(1.57) to 1.00</u>

There are no material differences between the Company's computation of net capital under Rule 15c3-1 included in Part II of Form X-17A-5 as of December 31, 2014 and the computation above; therefore, no reconciliation of the computation of net capital under Rule 15c3-1 is included.

**INDEPENDENT REGISTERED PUBLIC ACCOUNTING  
FIRM'S REPORT ON REVIEW OF EXEMPTION REPORT**

**JACKSON, HOWELL & ASSOCIATES, PLLC**  
CERTIFIED PUBLIC ACCOUNTANTS/BUSINESS CONSULTANTS



MEMBERS:

MEMBERS AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS  
PRIVATE COMPANIES PRACTICE SECTION

JIMMY R. ADKINS, CPA  
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E-MAIL: JHH@JHHCPA.COM

**REPORT OF INDEPENDENT REGISTERED  
PUBLIC ACCOUNTING FIRM**

Board of Governors  
Alluvion Securities, LLC  
Memphis, Tennessee

We have reviewed management's statements, included in the accompanying Alluvion Securities, LLC's Exemption Report, in which Alluvion Securities, LLC identified the following provisions of 17 C.F.R. § 15c3-3(k) under which Alluvion Securities, LLC claimed an exemption from 17 C.F.R. § 240.15c3-3(k)(2)(ii) (the "exemption provisions") and (b) Alluvion Securities, LLC stated that Alluvion Securities, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. Alluvion Securities, LLC'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 Alluvion Securities, LLC'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)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

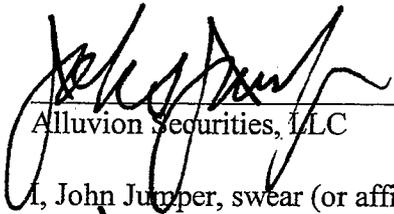
*Jackson, Howell & Associates, PLLC*

Cordova, Tennessee  
April 10, 2015

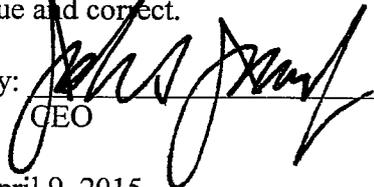
## Alluvion Securities, LLC's Exemption Report

Alluvion Securities, LLC (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. § 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

- (1) The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. § 240.15c3-3(k)(2)(ii).
- (2) The Company met the identified exemption provisions in 17 C.F.R. § 240.15c3-3(k) throughout the most of recent fiscal year without exception.

  
\_\_\_\_\_  
Alluvion Securities, LLC

I, John Jumper, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By:   
\_\_\_\_\_  
CEO

April 9, 2015