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

*mw 6/4*

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

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

SEC  
Mail Processing  
Section

SEC FILE NUMBER  
8- 65683

JUN 01 2015

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 01/01/14 AND ENDING 12/31/14  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: CW Securities LLC

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

8870 Cedar Springs Lane, Suite 208

(No. and Street)

Knoxville

Tennessee

37923

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Michael Cox 865-690-9886  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Alexander Thompson Arnold, PLLC

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

2070 Rhino Crossing

Milan

Tennessee

38358

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

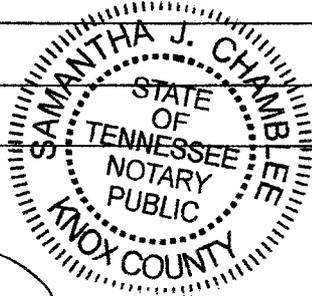
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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

I, Michael E. Cox, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of CW Securities, LLC, as 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:

None



[Handwritten signature of Samantha J. Chambless]
Notary Public

[Handwritten signature]
Signature

Member
Title

State of TN
County of KNOX
my Comm. Expires: 04-02-2017

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).

**CW SECURITIES, LLC**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014 AND 2013**

**CW SECURITIES, LLC  
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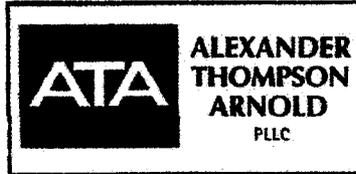
## **FINANCIAL SECTION**

SEC  
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Section

JUN 01 2015

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Certified Public Accountants  
Offices in Tennessee & Kentucky

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AICPA Employee Benefit Plan Audit Quality Center  
Tennessee Society of Certified Public Accountants  
Kentucky Society of Certified Public Accountants

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Members  
of CW Securities, LLC

We have audited the accompanying financial statements of CW Securities, LLC which comprise the statement of financial condition as of December 31, 2014 and 2013, and the related statements of income, changes in members' 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. CW Securities, LLC's management is responsible for these financial statements. 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. 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 CW Securities, LLC as of December 31, 2014 and 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.

The Computation of Net Capital has been subjected to audit procedures performed in conjunction with the audit of CW Securities, LLC's financial statements. The supplemental information is the responsibility of CW 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 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.

*Alexander Thompson Arnold PLLC*

Milan, Tennessee

February 24, 2015

**CW SECURITIES, LLC**  
**STATEMENTS OF FINANCIAL CONDITION**  
December 31, 2014 and 2013

|  | <u>2014</u>             | <u>2013</u>             |
|--|-------------------------|-------------------------|
| <b>Assets</b>                                |                         |                         |
| <b>Current assets</b>                        |                         |                         |
| Cash and cash equivalents                    | \$ 15,680               | \$ 14,125               |
| Commissions receivable                       | <u>11,580</u>           | <u>10,278</u>           |
| <b>Total current assets</b>                  | <b>27,260</b>           | <b>24,403</b>           |
| <br>   |                         |                         |
| Property and equipment                       | 11,700                  | 11,700                  |
| Accumulated depreciation                     | <u>(11,700)</u>         | <u>(11,700)</u>         |
| <b>Property and equipment, net</b>           | <u>-</u>                | <u>-</u>                |
| <br>   |                         |                         |
| <b>Total assets</b>                          | <b><u>\$ 27,260</u></b> | <b><u>\$ 24,403</u></b> |
| <br>   |                         |                         |
| <b>Liabilities and members' equity</b>       |                         |                         |
| Commissions payable                          | \$ 11,797               | \$ 10,578               |
| <br>   |                         |                         |
| Members' equity                              | <u>15,463</u>           | <u>13,825</u>           |
| <br>   |                         |                         |
| <b>Total liabilities and members' equity</b> | <b><u>\$ 27,260</u></b> | <b><u>\$ 24,403</u></b> |

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

**CW SECURITIES, LLC**  
**STATEMENTS OF INCOME**  
For the Years Ended December 31, 2014 and 2013

|  | <u>2014</u>            | <u>2013</u>              |
|--|------------------------|--------------------------|
| <b>Revenue</b>                           |                        |                          |
| Variable insurance and annuities comm \$ | 179,019                | \$ 295,569               |
| Fees from advisory services              | 249,079                | 240,114                  |
| Mutual fund commissions                  | 27,852                 | 45,999                   |
| Private placement commissions            | 188                    | 13,895                   |
| License revenue                          | 690                    | 2,070                    |
| Interest income                          | 2                      | 5                        |
| Total revenue                            | <u>456,830</u>         | <u>597,652</u>           |
| <b>Expenses</b>                          |                        |                          |
| Commissions                              | 311,527                | 416,614                  |
| Investment advisory fees                 | 79,438                 | 118,550                  |
| Contract personnel                       | 8,458                  | 12,548                   |
| License, registration and fees           | 10,428                 | 12,415                   |
| Rental income                            | 5,700                  | -                        |
| Consulting                               | 22,481                 | 24,275                   |
| Professional Fees                        | 7,425                  | 7,210                    |
| Other operating expenses                 | 9,735                  | 13,225                   |
| Total expenses                           | <u>455,192</u>         | <u>604,837</u>           |
| <b>Net income (loss)</b>                 | <b><u>\$ 1,638</u></b> | <b><u>\$ (7,185)</u></b> |

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

**CW SECURITIES, LLC**  
**STATEMENTS OF CHANGES IN MEMBERS' EQUITY**  
For the Years Ended December 31, 2014 and 2013

|                                     |                         |
|-------------------------------------|-------------------------|
| Balance at January 1, 2013          | \$ 21,010               |
| Net loss for the year               | <u>(7,185)</u>          |
| <b>Balance at December 31, 2013</b> | <b>13,825</b>           |
| Net income for the year             | <u>1,638</u>            |
| <b>Balance at December 31, 2014</b> | <b><u>\$ 15,463</u></b> |

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

**CW SECURITIES, LLC**  
**STATEMENTS OF CASH FLOWS**  
For the Years Ended December 31, 2014 and 2013

|  | <u>2014</u>      | <u>2013</u>      |
|--|------------------|------------------|
| <b>Cash flows from operating activities</b>  |                  |                  |
| Net income (loss)  | \$ 1,638         | \$ (7,185)       |
| Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities |                  |                  |
| (Increase) decrease in commissions receivable  | (1,302)          | 16,167           |
| Increase (decrease) in commissions payable   | <u>1,219</u>     | <u>(13,353)</u>  |
| <b>Net cash provided (used) by operating activities</b>  | <b>1,555</b>     | <b>(4,371)</b>   |
| Cash and cash equivalents at beginning of the period   | <u>14,125</u>    | <u>18,496</u>    |
| Cash and cash equivalents at end of the period   | <u>\$ 15,680</u> | <u>\$ 14,125</u> |

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

**CW SECURITIES, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2014 and 2013

**NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES**

**A. Description of Business**

The Company is an investment advisory firm, registered in the State of Tennessee, and is a member of the National Association of Securities Dealers, Inc. (NASD). The Company sells various investments to its clients who are primarily located in the eastern region of the United States.

**B. Commissions Receivable**

Trade accounts receivable are stated at the amount management expects to collect from balances outstanding at year end. Based on management's assessment of the credit history with its broker-dealer and other customers having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year end will be immaterial.

**C. Revenue Recognition**

The Company recognizes fee income when it is earned. The Company's agents are involved in various transactions with unrelated parties which results in fee income for the Company with the amount of the fee being negotiated on each respective transaction.

**D. Income Taxes**

The Company recognizes taxable income under the cash basis of accounting. Accordingly, income is recognized in different periods for income tax reporting purposes and financial reporting purposes. Other temporary timing differences result principally from differences in methods of reporting depreciation.

As a limited liability company, all current and deferred federal taxable income of the Company is passed through to the members who are responsible for payment of any federal income taxes thereon. The State of Tennessee taxes the income of limited liability companies to the extent that their income is not subjected to federal self-employment taxes. Accordingly, no Tennessee excise tax has been accrued. The tax years subject to examination by federal and state taxing authorities are the years ended December 31, 2011, 2012, and 2013.

**E. Cash Flows**

For purposes of reporting cash flows, the Company considers investments readily convertible into cash with a maturity of three months or less when purchased without significant loss due to penalties or interest, deposits in banks, and certificates of deposit to be cash and cash equivalents.

**F. Property and Equipment**

Property and equipment is recorded at cost. The cost of property and equipment is depreciated using the straight-line method over the estimated useful lives of the respective assets. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is recognized in operations for the period. The cost of repairs and maintenance is charged to expense as incurred.

**CW SECURITIES, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2014 and 2013

**G. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles and prevailing industry practices requires management to make estimates and assumptions that affect the reported amounts of 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.

**H. Concentrations of Credit Risk**

Approximately thirty-three and sixty-five percent of the commission expense is incurred by non-members, commissioned representatives for the years ended December 31, 2014 and 2013, respectively. Accordingly, a significant portion of the commission revenue results from the related transactions.

The Company maintains its cash balances in one financial institution located in Knoxville, Tennessee. The balance is insured by the Federal Deposit Insurance Corporation up to \$250,000 as of December 31, 2014 and 2013.

**I. Subsequent Events**

Management has evaluated subsequent events through February 24, 2015, the date which the financial statements were available to be issued, and no items of any significant nature were noted.

**NOTE 2 – DETAILED NOTES ON ACCOUNTS**

**A. Subordinated Liabilities**

At December 31, 2014 and 2013, there were no liabilities pledged to general creditors.

**NOTE 3 – RELATED PARTY TRANSACTIONS**

During the years ended December 31, 2014 and 2013, the Company paid commissions and investment advisory fees to the Company's members in the amount of \$288,049 and \$264,874, respectively. In addition, approximately \$6,120 and \$6,161 commissions payable to this individual was included in accrued expenses as of December 31, 2014 and 2013, respectively. As of December 31, 2014 and 2013, the amount of related party accounts receivable from this individual was \$6,806 and \$6,846 respectively.

An investment advisory firm owned by the organizing members of the Company provides facilities, personnel, and office supplies. Related expenses amounted to \$20,973 and \$23,276 for the years ended December 31, 2014 and 2013, respectively.

**NOTE 4 – NET CAPITAL REQUIREMENTS**

The Company is subject to the Uniform Net Capital requirement of the Securities and Exchange Commission under Rule 15c3-1, which requires a minimum net capital of the greater of \$5,000 or 6 2/3 percent of aggregate indebtedness, as defined. As of December 31, 2014, the Company's net capital amounted to \$14,480 as computed under Rule 15c3-1, exceeding the minimum capital requirement by \$9,480. In addition, Rule 15c3-1 requires that the Company's aggregate indebtedness not exceed 1,500 percent of its net capital. The actual aggregate indebtedness to net capital at December 31, 2014, was 81.48 percent.

**SUPPLEMENTARY INFORMATION SECTION**

**CW SECURITIES, LLC**  
**COMPUTATION OF NET CAPITAL**  
For the Year Ended December 31, 2014

|   | <u>Reported<br/>in Form<br/>X-17A-5</u> | <u>Reconciling<br/>Items</u> | <u>Reported<br/>in Audit<br/>Report</u> |
|---|---|------------------------------|---|
| <b>Computation of net capital<br/>pursuant to Rule 15c3-1 of the Securities and Exchange<br/>Commission Act of 1934 for Investment Advisory</b> |   |                              |   |
| Total members' equity   | \$ 15,463                               | \$ -                         | \$ 15,463                               |
| Deductions:   |   |                              |   |
| Non allowable assets  | <u>(970)</u>                            | <u>-</u>                     | <u>(970)</u>                            |
| Net capital before haircuts on securities positions   | 14,493                                  | -                            | 14,493                                  |
| Haircuts on security positions  | <u>(13)</u>                             | <u>-</u>                     | <u>(13)</u>                             |
| Net capital   | <u>\$ 14,480</u>                        | <u>\$ -</u>                  | <u>\$ 14,480</u>                        |
| <b>Computation of basic<br/>net capital requirement</b>   |   |                              |   |
| Minimum net capital required  | \$ 787                                  | \$ -                         | \$ 787                                  |
| Minimum dollar net capital requirement  | \$ 5,000                                | \$ -                         | \$ 5,000                                |
| Net capital requirement   | \$ 5,000                                | \$ -                         | \$ 5,000                                |
| Excess net capital  | \$ 9,480                                | \$ -                         | \$ 9,480                                |
| <b>Computation of aggregate indebtedness</b>  |   |                              |   |
| Total liabilities from balance sheet/aggregate indebtedness   | \$ 11,797                               | \$ -                         | \$ 11,797                               |
| Percentage of aggregate indebtedness to net capital   | 81%                                     | -                            | 81%                                     |

*See independent auditor's report.*

# COMPLIANCE

February 2, 2015

**SEC  
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JUN 01 2015

**Washington DC  
404**

SEC Rule 15c3-3 Exemption

Please be advised CW, Securities, LLC's, CRD # 124496, net capital requirement is 5,000 under SEC Rule 15c3-1{k}-2-iv. CW Securities, LLC meets all the conditions under the SEC Rule 15c3-3{k} exemption.

CW Securites, LLC was registered in 2002 under the provisions of SEC Rule 15c3-1{k}-2-i and has remained as such. CW Securities, LLC has met the identified exemption provisions throughout the most recent fiscal year without exceptions.

Please contact me if you have any questions or comments.

Best Regards,

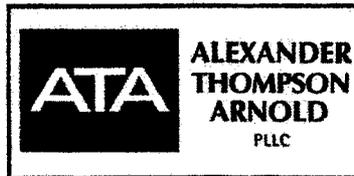


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Michael Cox, President

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**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Members  
of CW Securities, LLC

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) CW Securities, LLC identified the following provisions of 17 C.F.R. §15c3-3(k) under which CW Securities, LLC claimed an exemption from 17 C.F.R. §240.15c3-3: (k)(2)(i) (the "exemption provisions") and (2) CW Securities, LLC stated that CW Securities, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. CW 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 CW 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)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Alexander Thompson Arnold PLLC*

Milan, Tennessee

February 24, 2015