



15047786

MISSION

CM

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  
 Main Processing Section  
 MAR 0 22015  
 Washington DC

SEC FILE NUMBER
8- 40468

**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: Standard Investment chartered Inc.  
 ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
2801 Bristol Street, Suite 100  
Costa Mesa (No. and Street) California 92626  
(City) (State) (Zip Code)

OFFICIAL USE ONLY
FIRM I.D. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
John H. Norberg 714-444-4300  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
Anton & Chia, LLP  
(Name - if individual, state last, first, middle name)  
3501 Jamboree Road, Suite 350, Newport Beach, CA 92660  
(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)

KH  
 3/14

OATH OR AFFIRMATION

I, JOHN H. NORBERG, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of STANDARD INVESTMENT CHARTERER, INC, as of February 27, 2015, 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:

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

John H. Norberg  
Signature  
Chairman  
Title

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

*See attached.*

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).

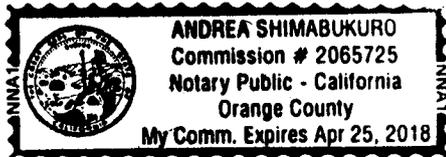
A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California

County of Orange

Subscribed and sworn to (or affirmed) before me on this 27<sup>th</sup>  
day of February, 2015, by John H Norberg

proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me.



(Seal)

Signature Andrea Shimabukuro

## CONTENTS

	<u>Page</u>
Report of Independent Registered Public Accounting	1
Financial Statements:	
Statement of Financial Condition	2
Statement of Income	3
Statement of Changes in Stockholders' Equity	4
Statement of Cash Flows	5
Notes to Financial Statements	6-10
Additional Information:	
Computation of Net Capital Pursuant to Rule 15c3-1	11
Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3	12
Information Relating to the Possession or Control Requirements Pursuant to Rule 15c3-3	13
Report on Internal Accounting Control	14-15
Report of Independent Registered Public Accounting Firm	16
Exemption Report Pursuant to SEC Rule 17A-5	17
Independent Accountants' Agreed-Upon Procedures Report on Schedule of Assessment and Payments (Form SIPC-7)	18
Schedule of Assessment and Payment (Form SIPC-7)	19



## CERTIFIED PUBLIC ACCOUNTANTS

### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders of  
Standard Investment Chartered, Inc.

We have audited the accompanying financial statements of Standard Investment Chartered (the "Company"), which comprise the statement of financial condition as of December 31, 2014, and the related statements of income, statement of changes in shareholders' equity, and cash flows for the year then ended that are filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the financial statements and supplemental information. The Company'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 the Company as of December 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

/s/ Anton & Chia, LLP

Newport Beach, CA

February 27, 2015

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**STATEMENT OF FINANCIAL CONDITION**

DECEMBER 31, 2014

ASSETS

Current Assets:	
Cash and cash equivalents	\$ 100,988
Deferred tax asset	31,838
Commissions receivable	6,073
Other assets	<u>7,194</u>
Total Current Assets	146,093
Long Term Assets:	
Investments - Others	329,427
Notes receivable	46,990
Total Long Term Assets	<u>376,417</u>
Total Assets	<u>\$ 522,510</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities:	
Accrued liabilities	\$ <u>41,392</u>
Total Liabilities	41,392
Stockholders' Equity:	
Common stock without par value; authorized 100,000 shares; issued and outstanding – 30,000 shares	\$ 30,100
Additional Paid-in capital	95
Retained earnings	<u>450,923</u>
Total Stockholders' Equity	<u>481,118</u>
Total Liabilities and Stockholders' Equity	<u>\$ 522,510</u>

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

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**STATEMENT OF INCOME**

YEAR ENDED DECEMBER 31, 2014

Revenues:		
Commissions and concessions		\$ 229,510
Management fees		1,393,000
Interest and dividend income		5,763
Other income		<u>3,150</u>
<b>Total Revenues</b>		<b>\$ 1,631,423</b>
Expenses:		
Accounting	\$ 27,331	
Auto	12,408	
Bank charges	4,504	
Business promotions & marketing	109,100	
Clearing fees	22,970	
Consulting & director fees	19,323	
Dues and memberships	77,062	
Filing fees	8,420	
Insurance	52,133	
Interest	3,004	
Meals and entertainment	108,276	
Management fees	245,660	
Legal fees	10,468	
Salaries and benefits	499,352	
Office supplies and expense	107,779	
Outside services	13,036	
Payroll taxes	36,435	
Postage and delivery	6,751	
Rent	67,797	
Taxes and licenses	1,100	
Telephone	16,740	
Travel	95,879	
Utilities	<u>4,917</u>	
<b>Total Expenses</b>		<b><u>1,550,445</u></b>
<b>Income before Income Taxes</b>		<b>80,978</b>
<b>Income taxes</b>		<b><u>32,399</u></b>
<b>Net Income</b>		<b>\$ <u>48,579</u></b>

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

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY**

YEAR ENDED DECEMBER 31, 2014

	Common Stock	Additional Paid-in Capital	Net Income	Total
<b>Balance at December 31, 2013</b>	\$ 30,100	\$ -	\$ 402,344	\$ 432,444
Additional Paid-in Capital	-	95	-	95
Net Income for the year ended				
December 31, 2014	-	-	48,579	48,579
<b>Balance at December 31, 2014</b>	<u>\$ 30,100</u>	<u>\$ 95</u>	<u>\$ 450,923</u>	<u>\$ 481,118</u>

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

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**STATEMENT OF CASH FLOWS**

YEAR ENDED DECEMBER 31, 2014

Cash flows from operating activities:		
Net income		\$ 48,579
Adjustments to reconcile net income to net cash provided by operating activities:		
Increase in commissions receivables	\$ (4,781)	
Decrease in deferred tax asset	19,462	
Increase in accounts payable	24,484	
Increase in accrued payroll	280	
Decrease in income taxes payable	<u>(800)</u>	
Total adjustments		<u>38,645</u>
Net cash flows provided by operating activities		87,224
Cash flows from investing activities:		
Additional investments - other	<u>(57,800)</u>	
Net cash flows used for investing activities		(57,800)
Cash flows from financing activities:		
Additional notes receivable	(2,964)	
Additional Paid-in Capital received	<u>95</u>	
Net cash flows provided by financing activities		<u>(2,869)</u>
Net increase in cash		26,555
Cash and cash equivalents at beginning of year		<u>74,433</u>
Cash and cash equivalents at end of year		\$ <u>100,988</u>

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid during the year for income taxes	\$ <u>13,706</u>
Cash paid during the year for interest expense	\$ <u>3,004</u>

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

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2014

**(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Business**

The Company is a registered broker-dealer incorporated under the laws of the State of California maintaining its only office in Costa Mesa, California, and is subject to a minimum net capital requirement of \$5,000 under SEC Rule 15c3-1. The Company operates pursuant to the (k)(2)(ii) exemptive provision of SEC Rule 15c3-3 and does not hold customer funds or securities. The Company acts as an introducing broker/dealer and clears all transactions with and for all customers on a fully disclosed basis with a clearing broker/dealer in Southern California. The Company does not require collateral for its receivables and is subject to the risks inherent in the economy.

**Method of Accounting**

The Company maintains its books and records on the accrual basis and uses the trade date basis for recording all security transactions.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. Actual results could vary from the estimates and such variance could be material.

**Income Taxes**

Income tax expense includes federal and state taxes currently payable and, when applicable, deferred taxes arising from temporary differences between income for financial reporting and income tax purposes. Those differences arise primarily from the use of the accrual basis for financial reporting and the cash basis for income tax purposes, the deductibility of State franchise taxes in different years for financial and tax purposes, the difference in depreciation methods used for financial versus tax purposes, and the carrying value of certain investments.

**Cash Equivalents**

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

**Revenue Recognition**

Revenue associated with the Company's securities' transactions is recognized on a settle date basis. Securities owned and contracts to purchase securities in the future are recorded at market value and, accordingly, any changes in market value are recognized in the statement of income. Market value is determined based on active exchanges (established exchanges and "over-the-counter" exchanges) in the United States.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2014

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fair Value

As required by the Fair Value Measurements and Disclosures Topic of Financial Accounting Standards Board *Accounting Standards Codification* (FASB ASC), the Company is required to use a three-tiered fair value hierarchy in determining fair value for its marketable securities. Company defines fair value, thereby eliminating inconsistencies in guidance found in various prior accounting pronouncements, and increases disclosures surrounding fair value calculations. It also establishes a three-tiered fair value hierarchy that prioritizes inputs in valuation techniques used in fair value calculations. The three levels of inputs are defined as follows:

Level 1 – Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets accessible by the Company at the measurement date.

Level 2 – Valuations based on inputs based on inputs that are observable in the marketplace other than those inputs classified as Level 1.

Level 3 – Valuations based on inputs that are unobservable in the marketplace and significant to the valuation.

The standards also require the Company to maximize the use of observable inputs and minimize the use of unobservable inputs. If a financial instrument uses inputs that fall in different levels of hierarchy, the instrument will be categorized based upon the lowest level of input that is significant to their fair value calculation.

(2) INVESTMENTS - OTHER

Investments - Other consists of the following:

Investment in limited partnership	\$ 115,031
Investment in country club membership	8,750
Investment in an LLC	<u>205,646</u>
Total	\$ <u>329,427</u>

The above investments are considered Level 3 in the hierarchy established by current standards as the investments in the limited partnership and the LLC have no public market listing or other observable inputs and relate to real estate purchases for future development and resale when the economy is more favorable. The Company has chosen to use cost as the carrying value at this time.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2014

**(3) NOTES RECEIVABLE – RELATED ENTITY**

The Company has executed a secured note receivable with an outstanding balance of \$46,990 under a line of credit not to exceed \$600,000. These amounts are advanced to a related corporation and secured by certain patents. The amounts due under this line of credit are due and payable on demand, and provides for interest at 7.5 percent.

**(4) INCOME TAX EXPENSE**

Income tax expense consists of the following components:

	<u>Current</u>	<u>Deferred</u>	<u>Total</u>
Federal	\$ 0	\$ 19,493	\$ 19,493
California	<u>12,906</u>	<u>0</u>	<u>12,906</u>
Total	<u>\$ 12,906</u>	<u>\$ 19,493</u>	<u>\$ 32,399</u>

As required by the Income Taxes Topic of FASB ASC, the Company accounts for deferred taxes using an asset and liability approach in recognizing timing differences. This approach requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of such differences. Such differences relate primarily to cash basis reporting for tax purposes and accrual for financial purposes, the difference in the recognition of gains and losses on investments for tax and financial reporting purposes and approximately \$245,886 of net operating loss carry forwards which expire through 2031.

The above deferred items give rise to a net deferred tax asset as follows:

Deferred tax asset	\$ 31,838
Less valuation allowance, due to uncertainty in Company's future profitability	<u>-0-</u>
Net deferred tax asset	<u>\$ 31,838</u>

Management considers the likelihood of changes by taxing authorities in its filed income tax returns and recognizes a liability for or discloses potential changes that management believes are more likely than not to occur upon examination by tax authorities. Management has not identified any uncertain tax positions in filed income tax returns that require recognition or disclosure in the accompanying financial statements. The Company's income tax returns for the past four years are subject to examination by tax authorities, and may change upon examination.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2014

**(6) LEASE COMMITMENT**

The Company occupies facilities under a non-cancellable lease expiring in June 2017. The lease provides for a minimum monthly rent of \$5,441 for the balance of the lease. The annual minimum future commitments under this agreement are as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2015	\$ 65,292
2016	65,292
2017	32,646
2018	<u>0</u>
	\$ <u>163,230</u>

Total rental expense for 2014 amounted to \$67,797.

**(7) CONCENTRATION OF CREDIT RISK**

The Company's customer base is located primarily in California. Financial instruments that potentially subject the Company to credit risk are trade receivables and investments. The Company uses an established clearing broker-dealer to clear all transactions for its primary receivables and requires no collateral. The Company's investments, which consist primarily of a limited partnership interest and investment in a limited liability company, are continually reviewed for changing market value, and the carrying value is adjusted should it fall materially below cost.

**(8) RELATED PARTY TRANSACTIONS**

Included in management fee revenues are fees totaling \$1,393,000 from a related limited liability company where the managing member is the majority stockholder of the Company.

**(9) SUBSEQUENT EVENTS**

Management has evaluated subsequent events and transactions occurring after year-end through the date that the financial statements were available for issuance which was February 26, 2015. No transactions or events were found that were material enough to require recognition in the financial statements.

**(10) NET CAPITAL**

The Company is subject to a \$5,000 minimum capital requirement under SEC Rule 15c3-1 which requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1. Net capital and the related net capital ratio fluctuate on a daily basis; however, as of December 31, 2014, net capital was \$65,669 which exceeded the required minimum capital by \$60,669. The aggregate indebtedness to net capital ratio was 0.63 to 1.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1**

DECEMBER 31, 2014

Total equity from statement of financial condition		\$ 481,118
Less non-allowable assets:		
Notes receivable	\$ 46,990	
Other investments	329,427	
Deposits	7,194	
Deferred tax asset	<u>31,838</u>	
Total non-allowable assets		<u>(415,449)</u>
Net capital		<u>\$ 65,669</u>

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Minimum net capital required (6-2/3% of aggregate indebtedness or \$5,000, whichever is greater)	\$ <u>5,000</u>
Net capital from above	\$ <u>65,669</u>
Excess net capital	\$ <u>60,669</u>

COMPUTATION OF RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL

Total liabilities – aggregate indebtedness	\$ <u>41,392</u>
Ratio of aggregate indebtedness to net capital	<u>0.63 to 1</u>
Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1(d)	<u>N/A</u>

The computation of net capital as reported in the unaudited Part IIA agrees with the audited net capital above.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS**  
**PURSUANT TO RULE 15c3-3**

DECEMBER 31, 2014

Not Applicable – The Company is exempt per the (k)(2)(ii) exemptive provision of SEC rule 15c3-3 and does not hold customer funds or securities.

**STANDARD INVESTMENT CHARTERED INCORPORATED**  
**INFORMATION RELATING TO THE POSSESSION**  
**OR CONTROL REQUIREMENTS UNDER RULE 15c3-3**

DECEMBER 31, 2014

Not Applicable – The Company is exempt per the (k)(2)(ii) exemptive provision of SEC rule 15c3-3 and does not hold customer funds or securities.



## CERTIFIED PUBLIC ACCOUNTANTS

### REPORT ON INTERNAL CONTROL REQUIRED BY SEC RULE 17a-5(g)(1) FOR A BROKER-DEALER CLAIMING AN EXEMPTION FROM SEC RULE 15c-3-3

To the Board of Directors and Stockholders of  
Standard Investment Chartered, Inc.

In planning and performing our audit of the financial statements of Standard Investment Chartered, Inc. (the "Company") as of and for the year ended December 31, 2014, 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 computation 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 by Rule 17a-13,
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 control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on timely basis. A *significant deficiency* is a deficiency, or 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 reasonable possibility that material misstatement of the Company's financial statements will not be prevented or detected and corrected on 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 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 2014 to meet the SEC's objectives.

This report is intended solely for the information and use of the stockholders, management, the SEC, 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.

Sincerely,

**ANTON & CHIA, LLP**

A handwritten signature in black ink, appearing to read "Gregory Anton Wahl". The signature is written in a cursive, flowing style.

**Gregory Anton Wahl, CPA  
Firm Founder and Managing Partner**



CERTIFIED PUBLIC ACCOUNTANTS

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Board of Directors and Stockholders of  
Standard Investment Chartered, Inc.

We have reviewed management's statements, included in the accompanying Exemption Report in which (1) Standard Investment Chartered, Inc. identified the following provision of 17 C.F.R 15c3-3k under which Standard Investment Chartered, Inc. claimed an exemption from 17 C.F.R 240.15c3-3: (2) (ii) the exemption provisions and (2) Standard Investment Chartered, Inc. stated that Standard Investment Chartered, Inc. met the identified exemption provisions throughout the most recent fiscal year without exception Standard Investment Chartered, Inc. management is responsible for compliance with the identified 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 Standard Investment Chartered, Inc. compliance with the exemption provisions review is substantially less in scope that an examination the objective of which is the expression of an opinion on managements 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 managements 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 and Exchange Act of 1934.

/s/ Anton & Chia, LLP

Newport Beach, CA  
February 27, 2015

STANDARD INVESTMENT CHARTERED INCORPORATED

Exemption Report

December 31, 2014

Standard Investment Chartered Incorporated is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission. This exemption report was prepared as required by 17 C.F.R. § 240.17a-5(d) (1) and (4). The Company operates pursuant to the (k)(2)(ii) exemptive provision of SEC rule 15c3-3.

During the year ended December 31, 2014, the Firm met the provisions of this exemption without exception.

John A. Norberg, Chairman 2/27/15



CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Directors and Stockholders of  
Standard Investment Chartered, Inc.

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2014, which were agreed to by Standard Investment Chartered, Inc. (the Company) and the Securities and Exchange Commission, Financial Industry Regulatory Authority Inc. (FINRA) 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. Standard Investment Chartered, Inc.'s management is responsible for its compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries, noting no differences.
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2014, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2014, noting no differences.
3. Compare any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences.
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences; and
5. Compare the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be an 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.

/s/ Anton & Chia, LLP

Newport Beach, CA  
February 27<sup>th</sup>, 2015