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

RMS

SEC FILE NUMBER
8-36997

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 01/01/2015 AND ENDING 12/31/2015
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: MID-ATLANTIC SECURITIES INC OFFICIAL USE ONLY

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

4001 BARNETT DRIVE STE 100

RALEIGH NC 27609

(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*

BATCHELOR, TILLEY & ROBERTS, LLP

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

3605 GLENWOOD NE RALEIGH NC 27612

(Address) (City) (State) (Zip Code)

CHECK ONE:

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

DIVISION OF TRADING & MARKETS

FEB 23 2016

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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)

JG

OATH OR AFFIRMATION

I, JAMES B. GLOVER JR., swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of MID-ATLANTIC SECURITIES INC, as of DECEMBER 31, 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:

James B. Glover Jr.
Signature
TREASURER
Title

Tony Britt Stephenson
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).

MID-ATLANTIC SECURITIES, INC.

**Consolidated Financial Statements
and Supplemental Information**

December 31, 2015 and 2014

(With Independent Auditors' Report Thereon)

MID-ATLANTIC SECURITIES, INC.

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BATCHELOR, TILLERY & ROBERTS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
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Report of Independent Registered Public Accounting Firm

The Board of Directors
Mid-Atlantic Securities, Inc.:

We have audited the accompanying consolidated statements of financial condition of Mid-Atlantic Securities, Inc. and subsidiary (the "Company") as of December 31, 2015 and 2014, and the related consolidated statements of income and comprehensive income, stockholders' equity and cash flows for the years then ended. 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 audits.

We conducted our audits 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. 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. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Company as of December 31, 2015 and 2014, and the consolidated results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States.

The supplemental information on pages 12-15 has been subjected to audit procedures performed in conjunction with the audit of the Company's consolidated 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 consolidated 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 supplemental information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Batchelor, Tillery & Roberts, LLP

Raleigh, North Carolina
February 19, 2016

MID-ATLANTIC SECURITIES, INC.

Consolidated Statements of Financial Condition

December 31, 2015 and 2014

<u>Assets</u>	<u>2015</u>	<u>2014</u>
Current assets:		
Cash and cash equivalents	\$ 748,910	709,181
Marketable securities available-for-sale	17,520	14,484
Receivable from clearing corporation	31,175	31,952
Other receivables	113,954	164,358
Prepaid expenses	3,789	3,789
Total current assets	<u>915,348</u>	<u>923,764</u>
Furniture and equipment, net	<u>7,323</u>	<u>12,327</u>
	<u>\$ 922,671</u>	<u>936,091</u>
<u>Liabilities and Stockholders' Equity</u>		
Current liabilities:		
Accounts payable to non-customers	4,000	11,675
Accrued commissions and other payables	<u>349,379</u>	<u>380,542</u>
Total current liabilities	353,379	392,217
Deferred tax liability	<u>1,300</u>	<u>3,400</u>
Total liabilities	<u>354,679</u>	<u>395,617</u>
Commitments and contingencies		
Stockholders' equity:		
Class A common stock, \$0.10 par value; 1,000 shares authorized; issued and outstanding, 500 shares	50	50
Class B common stock, \$0.10 par value; authorized 1,000 shares; no shares issued	-	-
Additional paid-in capital	68,881	68,881
Accumulated other comprehensive loss	(2,580)	(5,616)
Retained earnings	<u>501,641</u>	<u>477,159</u>
Total stockholders' equity	<u>567,992</u>	<u>540,474</u>
	<u>\$ 922,671</u>	<u>936,091</u>

See accompanying notes to consolidated financial statements.

MID-ATLANTIC SECURITIES, INC.

Consolidated Statements of Income and Comprehensive Income

Years ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Revenues:		
Securities commissions	\$ 716,596	778,164
Commissions on sales of investment company shares	1,757,029	1,593,589
Commissions on sales of insurance	1,519,886	1,912,723
Registered investment advisor income	704,354	712,520
Other	6,900	6,650
	<u>4,704,765</u>	<u>5,003,646</u>
Expenses:		
Commissions	3,525,618	3,777,496
Salaries and benefits	799,455	804,577
Clearing charges	115,233	132,114
Professional fees	31,508	32,824
Payroll taxes	37,678	37,590
Rent	27,136	27,590
Office supplies	14,542	12,133
Taxes and licenses	19,640	17,540
Email service	5,874	7,881
Depreciation	5,793	6,043
Travel and entertainment	15,917	14,757
Telephone	5,581	4,524
Subscriptions	6,938	3,691
Miscellaneous	(1,005)	3,665
	<u>4,609,908</u>	<u>4,882,425</u>
Income from operations	94,857	121,221
Interest income	<u>2,525</u>	<u>2,230</u>
Income before provision for income taxes	97,382	123,451
Provision for income taxes	<u>(22,900)</u>	<u>(36,000)</u>
Net income	74,482	87,451
Other comprehensive gain - net unrealized gain on marketable securities	<u>3,036</u>	<u>2,424</u>
Comprehensive income	<u>\$ 77,518</u>	<u>89,875</u>

See accompanying notes to consolidated financial statements.

MID-ATLANTIC SECURITIES, INC.

Consolidated Statements of Stockholders' Equity

Years ended December 31, 2015 and 2014

	Common <u>stock</u>	Additional paid- in capital	Accumulated other comprehensive <u>loss</u>	Retained <u>earnings</u>	Total stockholders' <u>equity</u>
Balance as of December 31, 2013	\$ 50	68,881	(8,040)	439,708	500,599
Dividends paid	-	-	-	(50,000)	(50,000)
Comprehensive income	-	-	2,424	87,451	89,875
Balance as of December 31, 2014	50	68,881	(5,616)	477,159	540,474
Dividends paid	-	-	-	(50,000)	(50,000)
Comprehensive income	-	-	3,036	74,482	77,518
Balance as of December 31, 2015	\$ <u>50</u>	<u>68,881</u>	<u>(2,580)</u>	<u>501,641</u>	<u>567,992</u>

See accompanying notes to consolidated financial statements.

MID-ATLANTIC SECURITIES, INC.

Consolidated Statements of Cash Flows

Years ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Net income	\$ 74,482	87,451
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	5,793	6,043
Deferred income taxes	(2,100)	2,000
Changes in operating assets and liabilities:		
Receivables	51,181	36,436
Accrued commissions and other liabilities	(38,838)	26,123
Net cash provided by operating activities	<u>90,518</u>	<u>158,053</u>
Cash flows used in investing activities - purchases of furniture and equipment	<u>(789)</u>	<u>(4,596)</u>
Cash flows used in financing activities - dividends paid	<u>(50,000)</u>	<u>(50,000)</u>
Net increase in cash and cash equivalents	39,729	103,457
Cash and cash equivalents, beginning of year	<u>709,181</u>	<u>605,724</u>
Cash and cash equivalents, end of year	\$ <u>748,910</u>	<u>709,181</u>
Supplemental disclosure of cash flow information:		
Cash paid for income taxes	\$ <u>25,322</u>	<u>56,719</u>

See accompanying notes to consolidated financial statements.

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements

December 31, 2015 and 2014

(1) Organization

Mid-Atlantic Securities, Inc. (the "Company") was incorporated in North Carolina on October 6, 1986 and commenced operations in January 1987. The Company is a broker-dealer in securities registered with the Securities and Exchange Commission (SEC) and the Financial Industry Regulatory Authority, Inc. (FINRA). The Company is also a registered investment advisor. The Company's equity securities are cleared through a clearing broker-dealer. The clearing broker-dealer, on behalf of the Company and for a fee, conducts and confirms security trades, handles security movements and maintains the customer's security accounts. The Company does not maintain customers' security accounts nor does it perform custodial functions related to customer securities. The Company receives commissions associated with the sale and purchase of securities. In addition to the foregoing, a portion of the Company's revenues is derived from investment advisory services.

The Company's wholly-owned subsidiary, MA Securities, Inc., earns revenues from selling insurance products of New York-based companies. As of December 31, 2015 and 2014, MA Securities, Inc. had no assets or stockholder's equity.

(2) Summary of Significant Accounting Policies

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Mid-Atlantic Securities, Inc. and its wholly-owned subsidiary, MA Securities, Inc., after elimination of all significant intercompany accounts and transactions.

Revenue Recognition

Commissions earned on trades of securities are recognized as income when the underlying transactions are completed. Other commissions and fees are recorded when earned.

Cash Equivalents

For purposes of the consolidated statements of cash flows, the Company considers all highly liquid instruments with an original maturity of three months or less to be cash equivalents.

Marketable Securities

All marketable securities are classified as available-for-sale. As such, they are stated at market value and any unrealized holding gains and losses, net of deferred taxes if material, are reported as other comprehensive income (loss). Realized gains and losses are calculated by using the specific cost method.

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements, Continued

December 31, 2015 and 2014

(2) Summary of Significant Accounting Policies, Continued

Receivable from Clearing Corporation

The Company clears certain of its proprietary and customer transactions through a broker-dealer on a fully disclosed basis. Commissions owed the Company from the clearing broker have been recorded as receivable from clearing corporation.

Other Receivables

The Company has accrued commissions (accounts receivable) related to various December transactions, which have been received in the subsequent year.

Furniture and Equipment

Furniture and equipment are stated at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the related assets, which are generally three to ten years.

Expenditures for repairs and maintenance are charged to expense as incurred. The costs of major renewals and betterments are capitalized. The cost and related accumulated depreciation of furniture and equipment are removed from the accounts upon retirement or other disposition and any resulting gain or loss is reflected in operations for the period.

Advertising

Advertising and related costs are expensed as incurred.

Fair Value Measurements

FASB Accounting Standards Codification (ASC) 820-10 provides a single definition of fair value, together with a framework for measuring it, and requires additional disclosures about the use of fair value to measure assets and liabilities.

FASB ASC 820-10 defines fair value as 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. The accounting standard establishes a fair value hierarchy which encourages an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs are unobservable and have the lowest priority.

Level 1 Fair Value Measurements

The fair values of equity securities are based on quoted market prices and are, therefore, classified as Level 1.

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements, Continued

December 31, 2015 and 2014

(2) Summary of Significant Accounting Policies, Continued

Income Taxes

Income taxes are provided for the tax effects of transactions reported in the consolidated financial statements and consist of taxes currently due plus deferred taxes. Deferred taxes are recognized for differences between the basis of assets and liabilities for financial statement and income tax purposes. The differences relate primarily to depreciable assets (use of different depreciation methods and lives for financial statement and income tax purposes) and unrealized losses on marketable securities. The deferred tax assets and liabilities represent the future tax consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

Use of Estimates

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

Reclassifications

Certain amounts in the 2014 financial statements have been reclassified to conform to the 2015 presentation. These reclassifications had no impact on net income or stockholders' equity as previously reported.

(3) Marketable Securities

As of December 31, 2015 and 2014, the cost basis of marketable equity securities was \$20,100, which exceeded the market value by \$2,580 and \$5,616 as of December 31, 2015 and 2014, respectively. The unrealized gain of \$3,036 and \$2,424 for 2015 and 2014, respectively, has been reported in comprehensive income.

(4) Furniture and Equipment

Furniture and equipment consist of the following:

	<u>2015</u>	<u>2014</u>
Computer equipment	\$ 37,861	37,072
Furniture and other equipment	<u>23,272</u>	<u>23,272</u>
	61,133	60,344
Less accumulated depreciation	<u>(53,810)</u>	<u>(48,017)</u>
	\$ <u>7,323</u>	<u>12,327</u>

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements, Continued

December 31, 2015 and 2014

(5) Net Capital Requirements

The Company is subject to the requirements of 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. As of December 31, 2015 and 2014, the Company's net capital was \$503,105 and \$465,012, respectively, (\$453,105 in excess of its required net capital of \$50,000 in 2015 and \$415,012 in excess of its required net capital of \$50,000 in 2014). The Company's ratio of aggregate indebtedness to net capital was .70 to 1 and .84 to 1 as of December 31, 2015 and 2014, respectively.

The Company qualifies under the exemption provisions of Rule 15c3-3, paragraph (k)(2)(ii), as the Company does not carry security accounts for customers or perform custodial functions relating to customers' securities. Under the exemption, the Company is not required to maintain a reserve account for the benefit of customers.

(6) Related Party Transactions

Other receivables include \$3,170 as of December 31, 2015 and 2014 due from two officers. Accrued commissions and other payables include \$188,642 and \$198,700, respectively, as of December 31, 2015 and 2014, for commissions due to brokers who also hold an ownership interest in the Company.

See note 9 concerning the office space lease with a company related by common ownership.

The Company loaned an employee \$15,000 on November 2012 due in equal installments of \$217 with a balance of \$8,490 and \$10,266 as of December 31, 2015 and 2014, respectively.

(7) Commitments and Contingencies

The Company has a clearing agreement with one brokerage firm whereby it must produce a minimum of \$300,000 per year of gross commissions or pay a monthly fee of \$5,000 less monthly clearing charges retained by the brokerage firm. The minimum level of commissions was met in both 2015 and 2014.

The Company is required by the clearing firm to maintain clearing deposits under the current clearing contract totaling \$25,000 as of December 31, 2015 and 2014.

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements, Continued

December 31, 2015 and 2014

(8) Income Taxes

The provision for income taxes consists of the following:

		2015			2014		
		<u>Current</u>	<u>Deferred</u>	<u>Total</u>	<u>Current</u>	<u>Deferred</u>	<u>Total</u>
Federal	\$	20,000	(1,600)	18,400	27,000	1,500	28,500
State		<u>5,000</u>	<u>(500)</u>	<u>4,500</u>	<u>7,000</u>	<u>500</u>	<u>7,500</u>
	\$	<u>25,000</u>	<u>(2,100)</u>	<u>22,900</u>	<u>34,000</u>	<u>2,000</u>	<u>36,000</u>

The provision for income taxes differs from the amount computed by applying the U.S. Federal income tax rate of 34% to income before provision for income taxes due to state income taxes, net of the federal benefit, and multiple tax brackets.

Deferred tax liability arises primarily from timing differences of different depreciation methods for property and equipment.

(9) Leases

The Company began leasing office space from a company affiliated by common ownership during 2005, for which there is no formal rental arrangement. During 2015 and 2014, the Company paid rent totaling \$39,737 and \$40,190, respectively, to this company.

Total rental expense for 2015 and 2014 was \$27,137 and \$27,590, respectively, which is net of sublease rental income of \$12,600.

(10) Concentrations of Credit Risk

Financial instruments, which potentially subject the Company to concentrations of credit risk, consist primarily of cash and cash equivalents and accounts receivable. Cash and cash equivalents consist of cash and money market funds maintained with one brokerage firm (\$250,078) and two banks (\$201,470 and \$297,362). The amounts held at one bank are within the federally insured limit of \$250,000 and the second bank exceeds the \$250,000 limit by \$47,362. Accounts receivable are described in note 2. The Company believes there is minimal credit risk relative to its cash investments and accounts receivable.

(11) Benefit Plan

The Company has adopted a SIMPLE IRA Plan whereby employees who are expected to earn at least \$5,000 in compensation for the calendar year are eligible to participate. Eligible employees may contribute a percentage of their compensation up to \$12,500 per year. The Company matches each eligible employee's contribution, up to a limit of 3% of the employee's compensation. The Company's matching contribution for 2015 and 2014 was \$14,538 and \$14,774, respectively.

MID-ATLANTIC SECURITIES, INC.

Notes to Consolidated Financial Statements, Continued

December 31, 2015 and 2014

(12) Subsequent Events

The date to which events occurring after December 31, 2015, the date of the most recent consolidated statement of financial condition, have been evaluated for possible adjustment to the consolidated financial statements or disclosure is February 19, 2016, the date the consolidated financial statements were available to be issued.

MID-ATLANTIC SECURITIES, INC.

Supplemental Schedules of Computation of Net Capital and Aggregate Indebtedness
Under Rule 15c3-1 of the Securities and Exchange Commission

December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<u>Net Capital</u>		
Total stockholders' equity	\$ 567,992	540,474
Deduct non-allowable assets:		
Receivable from non-customers and prepaid expenses	49,934	59,218
Furniture and equipment, net	<u>7,323</u>	<u>12,327</u>
	<u>57,257</u>	<u>71,545</u>
Net capital before haircuts on securities positions	<u>510,735</u>	<u>468,929</u>
Haircuts on securities:		
Investment securities - exempted	5,002	1,745
Investment securities - other	<u>2,628</u>	<u>2,172</u>
	<u>7,630</u>	<u>3,917</u>
Net capital	\$ <u>503,105</u>	<u>465,012</u>
<u>Aggregate Indebtedness</u>		
Items included in statement of financial condition:		
Accounts payable to non-customers	4,000	11,675
Accrued commissions and other payables	<u>349,379</u>	<u>380,542</u>
	\$ <u>353,379</u>	<u>392,217</u>

(Continued)

MID-ATLANTIC SECURITIES, INC.

Supplemental Schedules of Computation of Net Capital and Aggregate Indebtedness
Under Rule 15c3-1 of the Securities and Exchange Commission, Continued

December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<u>Computation of Basic Net Capital Requirement</u>		
Minimum net capital required (6-2/3% of aggregate indebtedness)(A)	\$ <u>23,645</u>	<u>26,148</u>
Minimum dollar net capital requirement of reporting broker (B)	\$ <u>50,000</u>	<u>50,000</u>
Net capital requirement-greater of (A) or (B)	\$ <u>50,000</u>	<u>50,000</u>
Excess net capital	\$ <u>453,105</u>	<u>415,012</u>
Excess net capital at 1000% (Net capital less 10% of aggregate indebtedness)	\$ <u>467,767</u>	<u>425,790</u>
Ratio of aggregate indebtedness to net capital	<u>0.70</u>	<u>0.84</u>
<u>Reconciliation with Company's Computation</u>		
Net capital, as reported in Company's FOCUS report (unaudited)	\$ 503,105	444,293
Audit adjustments, primarily income taxes	<u>-</u>	<u>20,719</u>
Net capital per above	\$ <u>503,105</u>	<u>465,012</u>

MID-ATLANTIC SECURITIES, INC.

Supplemental Schedule of Computation for Determination of Reserve Requirements
Under Rule 15c3-3 of the Securities and Exchange Commission

December 31, 2015 and 2014

The Company claims exemption from Rule 15c3-3 under paragraph (k)(2)(ii). All customer transactions are cleared through another broker-dealer on a fully disclosed basis.

MID-ATLANTIC SECURITIES, INC.

Supplemental Schedule of Computation and Reconciliation of Net Capital
Under Rule 15c3-3 of the Securities and Exchange Commission

December 31, 2015 and 2014

The Company claims exemption from Rule 15c3-3 in that the Company's activities are limited to those set forth in the conditions for exemption appearing in (k)(2)(ii) of the Rule.

BATCHELOR, TILLERY & ROBERTS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
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Report of Independent Registered Public Accounting Firm

The Board of Directors
Mid-Atlantic Securities, Inc.:

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Mid-Atlantic Securities, Inc. (the "Company") identified the following provisions of 17 C.F.R. § 15c3-3(k) under which the Company claimed exemption from 17 C.F.R. § 240.15c3-3: (2)(ii) (the "exemption provisions"), and (2) the Company stated that the Company met the identified exemption provisions throughout the most recent fiscal year without exception. The Company'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 the Company'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.

Batchelor, Tillery & Roberts, LLP

February 19, 2016



EXEMPTION REPORT

Mid-Atlantic Securities, Inc. is a registered broker-dealer subject to SEC Rule 17a-5. This Exemption Report was prepared as required by Rule 17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

Throughout the fiscal year ended December 31, 2015, the Company claimed an exemption to SEC Rule 15c3-3 pursuant to paragraph k(2)(ii).

The Company has met the identified exemption provision throughout the most recent fiscal year without exception.

A handwritten signature in black ink, appearing to read "James B. Glover Jr.", is written over the typed name.

James B. Glover Jr.
Treasurer

February 19, 2016

BATCHELOR, TILLERY & ROBERTS, LLP

CERTIFIED PUBLIC ACCOUNTANTS

POST OFFICE BOX 18068

RALEIGH, NORTH CAROLINA 27619

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

The Board of Directors
Mid-Atlantic Securities, 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 on page 20 [General Assessment Reconciliation (Form SIPC-7)] to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2015, which were agreed to by Mid-Atlantic Securities, Inc. (the "Company"); the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., and SIPC, solely to assist you and the other specified parties in evaluating the Company's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). The Company's management is responsible for the Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1) Compared the listed assessment payment in Form SIPC-7 with the cash disbursement records entries [Cash Disbursements Journal for July 2015 and February 2016], check copies and wire documentation, noting no differences;
- 2) Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2015, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2015, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers [SIPC Report ytd 2015, Commissions by Type and Trial Balance as of December 31, 2015], noting no differences; and
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers [SIPC Report ytd 2015 and Commissions by Type] supporting the adjustments, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

Batchelor, Tillery & Roberts, LLP

February 19, 2016

MID-ATLANTIC SECURTIES, INC.

Schedule of Assessments and Payments

Year ended December 31, 2015

General assessment for 2015	\$	3,063
Less:		
Payment on July 28, 2015		(1,539)
Payment on February 19, 2016		<u>(1,524)</u>
Balance due on February 19, 2016	\$	<u>-</u>