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

Public



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

|                 |
|-----------------|
| SEC FILE NUMBER |
| 8-50831         |

MAR 24 2016

Washington DC 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 1/1/15 AND ENDING 12/31/15  
 MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

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

|                   |
|-------------------|
| OFFICIAL USE ONLY |
| FIRM I.D. NO.     |

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

59 Hilton Ave Suite 101

(No. and Street)

Garden City

(City)

NY

(State)

11530

(Zip Code)

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

Michael Finnian

516-622-3100

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Edward Richardson Jr CPA

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

15565 Northland Dr Suite 508 West Southfield MI 48075

(Address)

(City)

(State)

(Zip Code)

**CHECK ONE**

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

|                              |
|------------------------------|
| <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)

OATH OR AFFIRMATION

I, Michael Fanna, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Morgan Wilshire Securities Inc., as of December 31, 20 15, 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]  
Signature

\_\_\_\_\_  
Title

Dean Schildkraut  
Notary Public

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

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

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**Morgan Wilshire Securities, Inc.**

**Financial Statements and Supplemental Schedules  
Required by the U.S. Securities and Exchange Commission**

**Including Independent Auditor's Report Thereon**

**For the Year-Ended December 31, 2015**

Edward Richardson Jr., CPA  
15565 Northland Dr W Ste 508  
Southfield, MI 48075  
248-559-4514  
Independent Auditor's Report

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

### **Report on the Financial Statements**

I have audited the accompanying statement of financial condition of Morgan Wilshire Securities, Inc. as of December 31, 2015 and the related statements of income, changes in stockholder's equity, changes in liabilities to claims of general creditors, and cash flows for the year ended. These financial statements are the responsibility of Morgan Wilshire Securities, Inc. management. My responsibility is to express an opinion on these financial statements based on my audit.

### **Auditor's Responsibility**

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

### **Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Morgan Wilshire Securities, Inc. as of December 31, 2015, and results of its operations and its cash flows to the year then ended in conformity with accounting principles generally accepted in the United States.

### **Other Matters**

The Supplemental Information has been subjected to audit procedures performed with audit of Morgan Wilshire Securities, Inc. financial statements. Supplemental Information is the responsibility of Morgan Wilshire Securities, Inc.'s management. My 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 my opinion on the Supplemental Information, I evaluated whether the Net Capital Computation, including its form and content is presented in conformity 17 C.F.R. # 240 17a-5. In my opinion, the Net Capital Computation is fairly stated, in all material respects, in relation to the financial statements as a whole.



Edward Richardson Jr., CPA  
Southfield, MI. 48075  
February 22, 2016

**Morgan Wilshire Securities, Inc.**  
**Financial Statements**  
**Statement of Financial Condition**  
As of and for the Year-Ended December 31, 2015

|                                       | <b>December 31, 2015</b> |
|---------------------------------------|--------------------------|
| <b>ASSETS</b>                         |                          |
| <b>Current Assets</b>                 |                          |
| <b>Cash and Investments</b>           |                          |
| Bank Accounts                         | 142,756.19               |
| RBC Accounts                          | 75,000.00                |
| Other Accounts                        | 111,539.75               |
| Investment Accounts                   | 4,005.69                 |
| <b>Total Cash and Investments</b>     | 333,301.63               |
| <b>Other Current Assets</b>           |                          |
| Clearance Account                     | 247,212.81               |
| Other Assets                          | 4,338.75                 |
| <b>Total Other Current Assets</b>     | 251,551.56               |
| <b>Total Current Assets</b>           | 584,853.19               |
| <b>TOTAL ASSETS</b>                   | <b>584,853.19</b>        |
| <br><b>LIABILITIES &amp; EQUITY</b>   |                          |
| <b>Liabilities</b>                    |                          |
| <b>Current Liabilities</b>            |                          |
| Payroll Payable                       | 293,348.80               |
| Accounts Payable                      | 152,756.71               |
| <b>Total Current Liabilities</b>      | 446,105.51               |
| <b>Total Liabilities</b>              | 446,105.51               |
| <b>Equity</b>                         |                          |
| Capital Stock                         | 28.50                    |
| Additional Paid in Capital            | 1,172,779.58             |
| Distributions                         | (298,742.70)             |
| Retained Earnings                     | (1,119,973.11)           |
| Net Income                            | 384,655.41               |
| <b>Total Equity</b>                   | 138,747.68               |
| <b>TOTAL LIABILITIES &amp; EQUITY</b> | <b>584,853.19</b>        |

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