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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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

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 04/01/15 AND ENDING 12/31/15
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER - DEALER:

First Brokers Securities LLC

OFFICIAL USE ONLY

FIRM ID. NO.

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

Harborside Financial Center, Plaza 5, Suite 1500
(No. and Street)

Jersey City New Jersey 07311-4011
(City) (State) (Zip Code)

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

Robert H. Dower (212) 513-4443
(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

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

4 Becker Farm Road Roseland NJ 07068
(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). SEC 1410 (3-91)

SECURITIES AND EXCHANGE COMMISSION
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DIVISION OF TRADING & MARKETS

Handwritten signatures and initials

First Brokers Securities LLC

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December 31, 2015

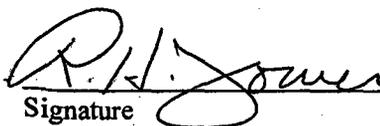
This report ** contains (check all applicable boxes):

- Independent Auditors' Report.
- Facing Page.
- Statement of Financial Condition.
- Statement of Operations.
- Statement of Changes in Member's Equity.
- Statement of Cash Flows.
- Statement of Changes in Liabilities Subordinated to Claims of General Creditors.
- Computation of Net Capital for Brokers and Dealers Pursuant to Rule 15c3-1 under the Securities Exchange Act of 1934.
- Computation for Determination of Reserve Requirements for Brokers and Dealers Pursuant to Rule 15c3-3 under the Securities Exchange Act of 1934.
- Information Relating to the Possession or Control Requirements for Brokers and Dealers Pursuant to Rule 15c3-3 under the Securities Exchange Act of 1934
- A Reconciliation, including appropriate explanations, of the Computation of Net Capital Pursuant to Rule 15c3-1 (included with item (g)) and the Computation for Determination of Reserve Requirements Under Rule 15c3-3 (included in item (g)).
- A Reconciliation Between the Audited and Unaudited Statements of Financial Condition With Respect to Methods of Consolidation (not applicable).
- An Affirmation.
- A copy of the SIPC Supplemental Report.
- A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit (Supplemental Report on Internal Control).
- Independent Auditors' Report Regarding Rule 15c3-3 exemption
- Rule 15c3-3 Exemption Report

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

AFFIRMATION

I, Robert H. Dower, affirm that, to the best of my knowledge and belief, the accompanying statement of financial condition pertaining to First Brokers Securities LLC at December 31, 2015, is true and correct. I further affirm that neither the Company nor any officer or director has any proprietary interest in any account classified solely as that of a customer.



Signature

Chief Financial Officer

Title

Subscribed and sworn
to before me



VALENTIN RIVERA HILDA
Notary Public, State of New York
No. 01VA5066801
Qualified in Bronx County 2018
Commission Expires October 7, 2018

First Brokers Securities LLC

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December 31, 2015

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Members
First Brokers Securities LLC

We have audited the accompanying statement of financial condition of First Brokers Securities LLC (the "Company") as of December 31, 2015, that is filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement 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 statement of financial condition is 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the statement of financial position. 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 audit provides a reasonable basis for our opinion.

In our opinion, the statement of financial condition referred to above presents fairly, in all material respects, the financial position of First Brokers Securities LLC as of December 31, 2015 in accordance with accounting principles generally accepted in the United States of America.

CohnReznick LLP

Roseland, New Jersey
February 22, 2016

First Brokers Securities LLC
Statement of Financial Condition
December 31, 2015

(dollars in thousands)

Assets

Cash	\$	5,850
Receivable from clearing brokers, net		4,280
Deposit with clearing organization		10
Receivable from broker dealers, net		7
Property and equipment, net of accumulated depreciation of \$4,660		459
Prepaid expenses and other assets		312

Total assets \$ 10,918

Liabilities and Members' Equity

Liabilities

Accrued compensation and related expenses	\$	4,904
Accounts payable and accrued expenses		346
Payable to affiliate		350
Total liabilities		<u>5,600</u>

Commitments and contingencies

Members' equity 5,318

Total liabilities and members' equity \$ 10,918

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

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

1. Organization

First Brokers Securities LLC (the "Company") is a Delaware Limited Liability Company. The Company, headquartered in New Jersey, is a broker-dealer registered with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority, Inc. ("FINRA"). The Company's principal business activity is the brokering of corporate and government debt securities.

The Company is owned 60% by AO-First Brokers LLC and 40% by ICAP Broker Holdings North America ("IBHNA").

The Company changed its reporting year end from March 31 to December 31, as of December 31, 2015.

Brokerage Capacities

In certain products, the Company acts in the capacity of "matched principal" or "name give-up."

When acting in the capacity of "matched principal", the Company acts as a "middleman" or intermediary by serving as the counterparty for identified buyers and sellers in the matching in whole or in part, reciprocal back-to-back trades.

When acting in the "name give-up" capacity, the Company acts in an agency capacity, whereby it connects buyers and sellers and may assist in the negotiation of the price and other material terms of the transaction. At the point at which the parties agree to terms, the Company leaves the buyer and seller to clear and settle through the appropriate market mechanism.

Unmatched Principal Transactions

The Company may and does from time to time acquire unmatched positions as principal, including but not limited to, in the following scenarios:

- (1) Taking a position to add liquidity for Company customers and to attract market participants to its market. Sometimes the act of posting or providing quotations may result in the Company acquiring a position as principal on an unmatched trade;
- (2) As a result of errors or out trades. From time to time, as a result of a bona fide error the Company may in "Matched Principal" marketplaces acquire a position in resolution of such error (this may also occur when the Company is acting as agent in an exchange based marketplace); and
- (3) Executing or facilitating customer orders. This includes, but is not limited to, acquiring a position (i) resulting from partial mismatches in timing between multiple buyers and sellers when facilitating customers orders, (ii) where appropriate, executing in anticipation of customer interest or anticipated orders, and (iii) prior to a position being novated, given-up or settled by the relevant

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

customer(s) and/or for the purposes of gaining the customer(s) access to any applicable clearing and settlement system.

2. Summary of Significant Accounting Policies

(a) Basis of Presentation

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

(b) Principal Transactions, Commission Revenue and Clearance Costs

All principal transactions, commission revenue and clearance costs are recorded on a trade date basis.

(c) Cash and Cash Equivalents

The Company considers short-term interest bearing investments with initial maturities of three months or less to be cash equivalents. At December 31, 2015, the Company has no cash equivalents.

(d) Investment Valuation

The Company utilizes various methods to measure the fair value of most of its investments on a recurring basis. US GAAP establishes a hierarchy that prioritizes inputs to valuation methods. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e., the "exit price") in an orderly transaction between market participants at the measurement date. The three levels of inputs are:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access.

Level 2 - Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the asset or liability.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that the valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

degree of judgment exercised in determining fair value is greatest for instruments categorized in level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Investments in securities listed on a national exchange are valued at the last reported sales price on the day of valuation. Securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are stated at the last quoted bid price. Other assets and securities for which market quotations are not readily available are valued at fair value as determined by or under the direction of the investment advisor in accordance with US GAAP.

(e) Members' Compensation

The sole member of AO-First Brokers LLC is a member of the executive management of the Company and derives his compensation from the activities related to the brokering desk, a \$400 per annum management fee (\$300 was recognized in the period April 1, 2015 to December 31, 2015) and a formula driven profit sharing payment, all of which is recorded in Compensation and Related Costs.

(f) Income Taxes

The Internal Revenue Code ("IRC") and related state tax codes provide that any income or loss is passed through to the ultimate beneficial members for federal and state income tax purposes. The Company has not provided for federal and state income taxes. Additionally, the Company has no uncertain tax positions.

3. Employee Benefits

The Company sponsors a 401(k) retirement plan (the "Plan"). The Plan covers all employees upon commencement of employment with the Company. The Company does not match employee contributions.

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

4. Property and Equipment

Property and equipment at December 31, 2015 are comprised of:

Cost:		Estimated Useful Lives
Telephone and computer equipment	\$ 1,770	3 to 5 years
Furniture and fixtures	640	3 to 5 years
Leasehold improvements	2,501	10 to 15 years
Software – work in progress	208	3 to 5 years
	<u>5,119</u>	
Less: Accumulated depreciation and amortization	(4,660)	
	<u>\$ 459</u>	

5. Related Party Transactions

The Company entered into agreements whereby subsidiaries of the minority owner provide certain services to the Company. For the period April 1, 2015 to December 31, 2015, the Company incurred fees under this agreement. These services included IT support for the entire period and legal, compliance and risk services for a portion of the period. As of December 31, 2015, the Company had a payable of \$350, which includes approximately \$81 relating to the aforementioned fees and other advances.

Prepaid expenses and other assets include non-interest bearing advances to employees of the Company. The advances are \$17.

The Company makes monthly payments for offices leased by an affiliate of IBHNA in New Jersey.

The terms of any of these transactions may not be the same as those that would otherwise exist or result from agreements and transactions among unrelated parties.

Included in Accrued Compensation and Related Expenses is \$260 due the sole member of AO-First Brokers LLC.

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

6. Due from clearing broker

Pursuant to an agreement with a clearing broker, the Company is required to maintain a clearing deposit of \$3,000 in receivable from clearing brokers, net in the accompanying statement of financial condition (see Note 10).

In the normal course of its business, the Company indemnifies its clearing broker against specified potential losses in connection with their acting as an agent of, or providing services to, the Company. The maximum potential amount of future payments that the Company could be required to make under this indemnification cannot be estimated. However, the Company believes that it is unlikely it will have to make payments under these arrangements and, as such, has not recorded any contingent liability in the financial statements for this indemnification.

7. Revolving Note and Cash Subordination

On February 1, 2015, the Company entered into a Revolving Note and Cash Subordination Agreement (the "Agreement") with ICAP Securities USA LLC. The Agreement creates a \$5,000 line of credit with a draw down period that expires on January 31, 2017 and requires that any advances under the Agreement be repaid by no later than January 31, 2018. The interest rates will be agreed to at the time of each advance. Any advances will be considered as liabilities of the Company, subordinated to claims of its general creditors, and will be available for net capital purposes. During the period April 1, 2015 to December 31, 2015, the Company borrowed and returned \$2,500 under this Agreement.

8. Net Capital Requirements

The Company is subject to the SEC Uniform Net Capital Rule 15c3-1 (the "Rule") which requires the maintenance of minimum net capital. The Company computes its net capital under the alternative method permitted by the Rule, which requires that the Company maintain minimum net capital, as defined. At December 31, 2015, the Company's net capital was \$4,540 which was \$4,290 in excess of its minimum requirement of \$250.

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 as the Company's activities are limited to clearing all transactions with and for customers on a fully disclosed basis with a clearing broker.

9. Concentration

Substantially all of the cash assets of the Company are held by one bank and a single clearing broker dealer.

First Brokers Securities LLC
Notes to Statement of Financial Condition
December 31, 2015

(dollars in thousands)

10. Commitments

The Company leases office space, from an affiliate, under a non-cancellable lease agreement which expires on November 15, 2017. At December 31, 2015, the annual minimum payments under this agreement are approximately:

2016	\$	803
2017		<u>703</u>
Total	\$	<u>1,506</u>

As a result of an amendment to the Clearing Agreement, the Company's required clearing deposit was increased to \$3,000 as of December 31, 2015.

As of December 31, 2015, the Company's deposit with its clearing broker totaled \$2,000.

11. Subsequent Events

The Company has performed an evaluation of subsequent events. There have been no subsequent events that occurred during this period that would require recognition in the financial statements as of December 31, 2015.

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First Brokers Securities LLC

Statement of Financial Condition

**Pursuant to Rule 17A-5 under the Securities and
Exchange Act of 1934**

December 31, 2015