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ANNUAL AUDITED REPORT **FEB 27 2017**  
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 PART III  
 FACING PAGE

Washington DC  
416

SEC FILE NUMBER
8-68354

**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 01/01/16 AND ENDING 12/31/16  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER - DEALER:

Teneo Securities LLC

OFFICIAL USE ONLY
FIRM ID. NO.

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

280 Park Avenue  
(No. and Street)

New York NY 10017  
(City) (State) (Zip Code)

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

Michael Stupay (212) 897-1692  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

BDO USA, LLP

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

100 Park Avenue New York NY 10017  
(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)

**Teneo Securities LLC**  
**(A wholly owned subsidiary of Teneo Capital LLC)**  
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**This report \*\* contains (check all applicable boxes):**

- Report of Independent Registered Public Accounting Firm
- 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 (not applicable).
  
- 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 (not applicable).
- 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, Henry van Dyke V, affirm that, to the best of my knowledge and belief, the accompanying statement of financial condition pertaining to Teneo Securities LLC at December 31, 2016, 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.

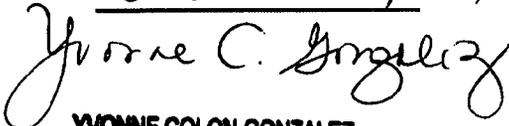


\_\_\_\_\_  
Signature

\_\_\_\_\_  
Chief Executive Officer  
Title

Subscribed and sworn  
to before me

23<sup>rd</sup> of February 2017



**YVONNE COLON GONZALEZ**  
Notary Public, State of New York  
No. 01G08284160  
Qualified in New York County  
Commission Expires June 17, 2017

**Teneo Securities LLC**  
(A wholly owned subsidiary of Teneo Capital LLC)

**Index**  
**December 31, 2016**

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100 Park Avenue  
New York, NY 10017

## Report of Independent Registered Public Accounting Firm

Managers and Member  
Teneo Securities LLC  
New York, NY

We have audited the accompanying statement of financial condition of Teneo Securities LLC as of December 31, 2016. This financial statement is the responsibility of Teneo Securities LLC'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. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 Teneo Securities LLC at December 31, 2016, in conformity with accounting principles generally accepted in the United States of America.

**BDO USA, LLP**

New York, NY

February 23, 2017

**Teneo Securities LLC**  
(A wholly owned subsidiary of Teneo Capital LLC)

**Statement of Financial Condition**  
**December 31, 2016**

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<b>Assets</b>	
Cash	\$ 2,813,629
Accounts receivable	192,667
Other assets	<u>5,642</u>
Total assets	<u>\$ 3,011,938</u>
 <b>Liabilities and Member's Equity</b>	
Accounts payable and accrued expenses	<u>\$ 62,120</u>
Member's equity	<u>2,949,818</u>
Total liabilities and member's equity	<u>\$ 3,011,938</u>

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

**Teneo Securities LLC**  
(A wholly owned subsidiary of Teneo Capital LLC)

**Notes to Statement of Financial Condition**  
**December 31, 2016**

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**1. Organization and Business**

Teneo Securities LLC (the “Company”), a wholly owned subsidiary of Teneo Capital LLC (the “Parent”), is a limited liability company and was formed under the laws of Delaware. The Company is a broker-dealer registered with the Securities and Exchange Commission (the “SEC”) and a member of the Financial Industry Regulatory Authority (“FINRA”).

The primary business of the Company is to act as a broker-dealer providing financial and strategic advice on mergers and acquisitions, divestitures, restructurings, financings, capital raising and other similar transactions.

**2. Summary of Significant Accounting Policies**

**Basis of Presentation**

These financial statements were prepared in conformity with accounting principles generally accepted in the United States of America which 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 amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

**Cash**

All cash deposits are held by one financial institution and therefore are subject to the credit risk at that financial institution and may at times exceed amounts insured by the Federal Deposit Insurance Corporation. The Company has not experienced any losses in such accounts and does not believe there to be any significant credit risk with respect to these deposits.

**Accounts Receivable**

Accounts receivable include retainer fees, reimbursable expenses and success fees due from clients. Management reviews all accounts receivable balances, determines a course of action on any delinquent amounts, and provides an allowance for amounts which collection is considered to be doubtful. At December 31, 2016, management believed no valuation allowance was warranted.

**Income Taxes**

The Company is a single member limited liability company, and is treated as a disregarded entity for federal income tax reporting purposes. The Internal Revenue Code (“IRC”) provides that any income or loss is passed through to the ultimate beneficial individual member for federal, state and certain local income taxes. Accordingly, the Company has not provided for federal and state income taxes.

At December 31, 2016, management has determined that the Company had no uncertain tax positions that would require financial statement recognition. This determination will be subject to ongoing reevaluation as facts and circumstances may require. Interest and penalties assessed, if any, are recorded as income tax expense. The Parent’s federal and state income tax returns are generally open for examination for years subsequent to 2013.

**Teneo Securities LLC**  
(A wholly owned subsidiary of Teneo Capital LLC)

**Notes to Statement of Financial Condition**  
**December 31, 2016**

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**3. Transactions with Related Parties**

The Company maintains an administrative services agreement (the “Expense Sharing Agreement”) with its Parent whereby the Parent provides accounting, administrative, office space, human resources and other services. The Company does not have any obligation, direct or indirect, to reimburse or otherwise compensate the Parent for any or all costs that the Parent has paid on behalf of the Company. These costs have not been recorded on the books of the Company.

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

**4. Regulatory Requirements**

The Company is subject to SEC Uniform Net Capital Rule 15c3-1 under the Securities Exchange Act of 1934, 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. At December 31, 2016, the Company had net capital of \$2,751,509 which exceeded the required net capital of \$100,000 by \$2,651,509.

The Company does not hold customers’ cash or securities and, therefore, SEC Rule 15c3-3 under the Securities Exchange Act of 1934 has no impact on the Company.

**5. Recent Accounting Pronouncement**

Accounting Standards Update 2014-09, Revenue from Contracts with Customers (the “Standard”), will eliminate the transaction and industry specific recognition guidance under US GAAP and replace it with a principles based approach for determining revenue recognition. The Standard is effective for the year ending December 31, 2018 and the impact of the Standard on the Company’s financial statements has not been evaluated.

**6. Litigation**

The Company has been named as one of several defendants in ongoing litigation arising from its role advising the unsecured creditors committee in a bankruptcy proceeding closed in 2014. While no assurance can be given as to the ultimate outcome of this matter, we believe that the final resolution of this action will not have a material adverse effect on our business, financial condition, or results of operations.

**7. Subsequent Events**

Management of the Company has evaluated events or transactions that may have occurred since December 31, 2016.

On February 16, 2017, the Company made a capital distribution in the amount of \$1,750,000.