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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

Mail Processing Section  
MAR 07 2017  
Washington DC  
406

SEC FILE NUMBER
8-52229

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:

Newcourt Securities, Ltd

OFFICIAL USE ONLY
FIRM ID. NO.

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

23 Waring Road

(No. and Street)

Pound Ridge

(City)

New York

(State)

10576

(Zip Code)

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

Peter M. Lawrence - CEO

(914) 764-1590

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

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

VB&T Certified Public Accountants, PLLC

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

250 West 57<sup>th</sup> Street, Suite 1632

(Address)

New York

(City)

New York

(State)

10107

(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 (06-02)

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RMS

John

## OATH OR AFFIRMATION

I, Peter M. Lawrence, CEO, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statements and supporting schedules pertaining to the firm of Newcourt Securities, Ltd. (Company), as of December 31, 2016, 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:

  
BRIDGET ASARO LAWRENCE  
Notary Public, State of New York  
No. 24-01AS 4695708  
Qualified in Westchester County  
Commission Expires 2/28/18

  
Peter M. Lawrence, CEO

Notary Public

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

- |     |   |     |
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|     | Report of Independent Registered Public Accounting Firm.  | 1   |
| (x) | (a) Facing page.  |     |
| (x) | (b) Balance Sheet.  | 2   |
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| ( ) | (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors. (not applicable).  |     |
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| ( ) | (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. (not applicable)  |     |
| ( ) | (j) A Reconciliation, including appropriate explanations 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 (not required). |     |
| ( ) | (k) A Reconciliation Between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation. (not applicable)   |     |
| (x) | (l) An Oath or Affirmation.   |     |
| ( ) | (m) A Copy of the SIPC Supplemental Report (not required).  |     |
| ( ) | (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.   |     |
| (x) | (o) Review report on management's assertion letter regarding (k)(2)(ii) exemption.  | 10  |
| (x) | (p) Management's assertion letter regarding (k)(2)(ii) exemption.   | 11  |

# VB&T

Certified Public Accountants, PLLC

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors of  
Newcourt Securities, Ltd

We have audited the accompanying statement of financial condition of Newcourt Securities, Ltd., (the Company) as of December 31, 2016, and the related statements of income, changes in shareholder's equity, and cash flows for the year then ended. These financial statements are the responsibility of Company's management. 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. 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 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 position of Newcourt Securities, Ltd. as of December 31, 2016, 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.

Schedule I has been subjected to audit procedures performed in conjunction with the audit of Company's financial statements. The supplemental information is the responsibility of 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 17 C.F.R. §240.17a-5. In our opinion, the Schedule I is fairly stated, in all material respects, in relation to the financial statements as a whole.

*VB&T Certified Public Accountants, PLLC*

New York, NY  
February 1, 2017

Registered with the Public Company Accounting Oversight Board  
Member of the American Institute of Certified Public Accountants

**Newcourt Securities, LTD**  
**Balance Sheet**  
**December, 31 2016**

<b>ASSETS</b>	<b><u>2016</u></b>
Cash	\$ 42,213
Clearing deposit	<u>100,000</u>
Total Assets	<u><u>\$ 142,213</u></u>
 <b>LIABILITIES AND TOTAL SHAREHOLDER'S EQUITY</b>  	
Accounts payable and accrued expenses	11,330
Due to Clearing Broker	<u>12,855</u>
Total Liabilities	<u>24,186</u>
Common stock	1,000
Additional paid-in capital	338,816
Accumulated Deficit	(221,788)
Total Shareholder's Equity	<u>\$ 118,028</u>
Total Liabilities and Shareholder's Equity	<u><u>\$ 142,213</u></u>

See Independent Accountants' Report and Accompanying Notes

**Newcourt Securities, LTD**  
**Statement of Operations**  
**For the Year Ending December, 31 2016**

	<u>2016</u>
<b>Revenues:</b>	
Total Revenues	<u>\$ -</u>
<b>Costs and Expenses:</b>	
Clearing Expenses	25,825
Travel and Auto Expense	1,243
Professional Fees	12,811
Telephone	7,250
Computer	922
Office	960
Insurance	532
Total Costs and Expenses	<u>\$ 49,543</u>
<b>Net Income(Loss)</b>	<u><u>\$ (49,543)</u></u>

See Independent Accountants' Report and Accompanying Notes

**Newcourt Securities, LTD**  
**Statement of Cash Flows**  
**For the Year Ending December, 31 2016**

Cash Flows From Operating Activities:	
Net Income(Loss)	\$ (49,543)
Adjustment to reconcile net income(loss) to net cash used by operating activities:	
(Increase)Decrease in prepaid expense	6,732
(Decrease)Increase in accounts payable and accrued expenses	-180
(Increase)Decrease in due to Clearing Broker	<u>6,498</u>
	<u>\$ (36,492)</u>
Net Cash Used By Operating Activities	\$ (36,492)
Cash Flows From Financing Activities:	
Shareholder's distributions	
Shareholder's Capital Contribution	<u>47,000</u>
Net Cash Provided by Financing Activities	47,000
Net (Decrease) Increase In Cash	10,508
Cash at beginning of the year	31,705
Cash at end of the year	<u>\$ 42,213</u>

See Independent Accountants' Report and Accompanying Notes

**Newcourt Securities, LTD**  
**Statement of Changes in Stockholders Equity**  
**For the Year Ending December, 31 2016**

	<u>Common Stock</u>	<u>Additional Paid-In Capital</u>	<u>Accumulated Deficit</u>	<u>Total Stockholder's Equity</u>
Balance, January 1, 2016	\$ 1,000	\$ 291,816	\$ (172,245)	\$ 120,571
Net Income(Loss)	-	-	(49,543)	(49,543)
Shareholder's Contributions	-	47,000	-	47,000
Balance, December 31, 2016	<u>\$ 1,000</u>	<u>\$ 338,816</u>	<u>\$ (221,788)</u>	<u>\$ 118,028</u>

See Independent Accountants' Report and Accompanying Notes

**NEWCOURT SECURITIES, LTD**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**1. ORGANIZATION AND NATURE OF BUSINESS**

Newcourt Securities, Ltd (Company) was formed November 24, 1999 in the State of New York as a broker-dealer in securities transactions under the Securities Exchange Act of 1934. The Company is registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority (FINRA). The Company has adopted December 31 as its year end.

The Company clears all of its transactions through security clearing brokers. The Company acts as a broker-dealer and is exempt from Securities and Exchange Commission Rule 15c3-3 under paragraph k(2)(ii) since it uses other security firms for clearing.

Pursuant to agreements between the Company and First Southwest Company (FSC), all securities transactions of the Company are cleared and its customers are introduced and cleared on a fully disclosed basis. The Company is exempt from provisions of Rule 15c3-3 and is not responsible for compliance with Section 4(c) of Regulation T of the Board of Governors of the Federal Reserve System, as all customers' accounts, as defined by such rules, are carried by FSC.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**Revenues**

The Company's financial statements are prepared using the accrual method of accounting. The transactions are recorded on a trade date basis, which is not materially different than recording transactions on a settlement date basis.

**Receivable from Clearing Broker**

Receivable from clearing broker consists of money due from the Company's clearing firm, Hilltop Securities Inc., for income earned on securities transactions. Management has determined that no allowance for doubtful accounts is necessary at December 31, 2016.

**Clearing Deposit**

The Company is required and maintains a separate clearing deposit account at HILLTOP with a cash balance of \$100,000.

**NEWCOURT SECURITIES, LTD**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**Use of Estimates**

The financial statements are presented in accordance with generally accepted accounting principles and prevailing industry practices, both of which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at December 31, 2016, as well as the reported amounts of revenues and expenses during the year then ended. Estimates, by their nature, are based on judgment and available information. Management believes that the estimates utilized in the preparation of the financial statements are prudent and reasonable. Actual results could differ from those estimates.

**3. NET CAPITAL REQUIREMENTS**

The Company is a member of the FINRA and subject to the Securities and Exchange Commission's Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital of \$5,000 and requires 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 \$118,028 which was \$113,028 in excess of the FINRA minimum capital requirement.

**4. INCOME TAXES**

The Company has elected to be taxed under the provisions of Subchapter S of the Internal Revenue Code. Under those provisions, the Company does not pay federal income taxes on its corporate income. Instead, the stockholder is liable for individual federal income taxes on his share of the Company's income, deductions, losses and credits.

**5. CONTINGENCIES**

In the normal course of business, the Company is engaged in various trading and brokerage activities on a principal and agency basis through a clearing broker.

In connection with these activities, a customer's unsettled transactions may expose the Company to off-balance-sheet risk in the event the customer is unable to fulfill its contractual obligations.

Significant credit exposure may result in the event that the Company's clearing broker is unable to fulfill their contractual obligation.

**NEWCOURT SECURITIES, LTD**  
**NOTES TO FINANCIAL**  
**STATEMENTS DECEMBER 31, 2016**

**6. SIPC RECONCILIATION REQUIREMENTS**

SEA Rule 17a-5(e)(4) requires a registered broker-dealer to file a supplemental report which includes procedures related to broker-dealers SIPC annual general assessment reconciliation or exclusion from membership forms. In circumstances where the broker-dealer reports \$500,000 or less in gross revenue they are not required to file supplemental SIPC report. The Company is exempt from filing the supplemental report under SEA Rule 17a-5(e)(4) because it is reporting less than \$500,000 in gross revenue.

**7. SUBSEQUENT EVENTS**

The Company has evaluated events subsequent to the Balance Sheet date for items requiring recording or disclosure in the financial statements. The evaluation was performed through February 1, 2017, which is the date the financial statements were available to be issued. Based upon this review, the company has determined that there were no events which took place that would have a material impact on its financial statements.

**Newcourt Securities, LTD**  
**Computation of Net Capital**  
**Under Rule 15c3-1 of the Securities and Exchange Commission**  
**December, 31 2016**

	<u>2016</u>
<b>Net Capital:</b>	
Total stockholder's equity	118,028
<b>Deductions and/or charges:</b>	
Non-allowable assets:	
Prepaid expense	-
Net capital before haircuts on securities positions	<u>118,028</u>
Haircuts on securities positions	<u>-</u>
Undue concentration	<u>-</u>
Net Capital	<u><u>\$ 118,028</u></u>
<b>Aggregate Indebtedness:</b>	
Items included in the statement of financial condition:	
Accounts payable and accrued expenses	<u><u>\$ 24,186</u></u>
<b>Computation of Basic Net Capital Requirement:</b>	
Minimum net capital required (6-2/3% of aggregate indebtedness)	<u>\$ 1,612</u>
Minimum net capital required	<u><u>\$ 5,000</u></u>
Excess net capital	<u>\$ 113,028</u>
Net capital less greater of 10% of total AI or 120% of min. net capital	<u>\$ 112,028</u>
Percentage of aggregate indebtedness to net capital is	<u>20%</u>

**Reconciliation of net capital as originally reported to the above computation**

Net Capital as reported on FOCUS Form X-17A-5 Part IIA (unaudited)	\$ 113,838
Audit adjustments	-
Net capital as reported above	<u><u>\$ 118,028</u></u>

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors of  
Newcourt Securities, Ltd

We have reviewed management's statements, included in the accompanying management assertion letter, in which (1) Newcourt Securities, Ltd (the "Company") identified the following provisions of 17 C.F.R. §15c3-3(k) under which the Company claimed an exemption from 17 C.F.R. §240.15c3-3: paragraph (k)(2)(ii) (the "exemption provisions") and (2) the Company stated that Newcourt Securities, Ltd 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.

*VB&T Certified Public Accountants, PLLC*

New York, NY  
February 1, 2017

Registered with the Public Company Accounting Oversight Board  
Member of the American Institute of Certified Public Accountants



# **NEWCOURT SECURITIES, LTD.**

Member FINRA/SIPC

23 Waring Road  
Pound Ridge, NY 10576  
(914) 764-1590  
FAX (914) 764-1595

## **Assertions Regarding Exemption Provisions**

We, as members of management of Newcourt Securities, Ltd (“the Company”), are responsible for compliance with the annual reporting requirements under Rule 17a-5 of the Securities Exchange Act of 1934. Those requirements compel a broker or dealer to file annual reports with the Securities Exchange Commission (SEC) and the broker or dealer’s designated examining authority (DEA). One of the reports to be included in the annual filing is an exemption report prepared by an independent public accountant based upon a review of assertions provided by the broker or dealer. Pursuant to that requirement, the management of the

Company hereby makes the following assertions:

### **Identified Exemption Provision:**

The Company claims exemption from the custody and reserve provisions of Rule 15c3-3 by operating under the exemption provided by Rule 15c3-3, Paragraph (k)(2)(ii).

### **Statement Regarding Meeting Exemption Provision:**

The Company met the identified exemption provision without exception throughout the period ending January 1, 2016 through December 31, 2016.

Newcourt Securities, Ltd

By: 

Peter M Lawrence, President

February 1, 2017