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



SEC FILE NUMBER
8-34642

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 07/01/2016 AND ENDING 06/30/2017
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Firsttrade Securities Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

30-50 Whitestone Expressway, Suite A301

(No. and Street)

Flushing

New York

11354

(City)

(State)

(Zip Code)

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

John Liu

718-269-1557

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Wei, Wei & Co., LLP

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

133-10 39th Avenue

Flushing

New York

11354

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

Certified Public Accountant

Public Accountant

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

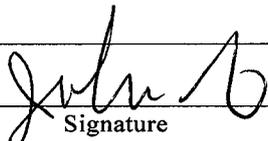
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*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

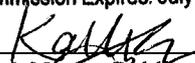
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OATH OR AFFIRMATION

I, John Liu, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Firsttrade Securities Inc. as of June 30th, 2017, 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

CEO
Title

KATTY WONG
Notary Public, State of New York
No. 01VVO6169734
Qualified in Queens County
Commission Expires: July 2, 2019

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).

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholders
of Firstrade Securities, Inc.

We have audited the accompanying consolidated statement of financial condition of Firstrade Securities, Inc. and Subsidiary as of June 30, 2017. The consolidated financial statement is the responsibility of Firstrade Securities, Inc.'s management. Our responsibility is to express an opinion on the consolidated statement of financial condition 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 consolidated statement of financial condition is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated 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 position presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated statement of financial condition referred to above presents fairly, in all material respects, the consolidated financial position of Firstrade Securities, Inc. and Subsidiary as of June 30, 2017 in accordance with accounting principles generally accepted in the United States of America.

The supplemental information contained in the Schedule of Consolidating Statement of Financial Condition has been subjected to audit procedures performed in conjunction with the audit of Firstrade Securities, Inc.'s consolidated statement of financial condition. The supplemental information is the responsibility of Firstrade Securities, Inc.'s management. Our audit procedures included determining whether the supplemental information reconciles to the consolidated statement of financial condition 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 of Consolidating Statement of Financial Condition is fairly stated, in all material respects, in relation to the consolidated statement of financial condition as a whole.

Wei Wei & Co. LLP
Flushing, NY
August 24, 2017

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL CONDITION

JUNE 30, 2017

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 5,120,375
Due from clearing broker	1,183,003
Accounts receivable	35,709
Accrued interest receivable	10,450
Prepaid taxes	19,942
Prepaid expenses	138,351
Investments	58,579
Short-term investments-other	<u>1,023,501</u>

Total Current Assets 7,589,910

PROPERTY AND EQUIPMENT-NET 259,668

OTHER ASSETS

Rebate reserve fund	50,464
Clearing deposits	1,021,665
Long-term investments-other	207,418
Deferred tax assets	38,544
Other assets	95,593
Intangible assets, net	<u>3,610</u>

Total Other Assets 1,417,294

Total Assets **\$ 9,266,872**

See accompanying notes to the consolidated financial statement.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL CONDITION

JUNE 30, 2017

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES	
Accrued expenses	\$ 260,254
Loan payable	95,810
Income taxes payable	75,774
Accrued payroll	<u>869,219</u>
Total Current Liabilities	1,301,057
OTHER LIABILITIES	
Deferred rent	122,643
Deferred tax liability	<u>131,036</u>
Total Liabilities	<u>1,554,736</u>
STOCKHOLDERS' EQUITY	
Preferred stock- \$.10 par value, 4,000,000 shares authorized, none issued or outstanding	-
Common stock- \$.01 par value, 32,000,000 shares authorized, 19,003,500 shares issued and 18,803,500 shares outstanding	190,035
Additional paid-in capital	2,039,773
Retained earnings	5,979,828
Less: Treasury stock at cost, 200,000 shares	<u>(497,500)</u>
Total Stockholders' Equity	<u>7,712,136</u>
Total Liabilities and Stockholders' Equity	<u>\$ 9,266,872</u>

See accompanying notes to the consolidated financial statement.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

1. ORGANIZATION

Firstrade Securities, Inc. (the "Company") is a registered broker-dealer in securities under the Securities and Exchange Act of 1934. The Company acts as an introducing broker and provides discount brokerage services for its clients. Firstrade Advisor LLC is wholly owned by the Company.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Method of Accounting

The Company's consolidated financial statements are prepared using the accrual method of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Income is recognized as earned and expenses are recognized as incurred.

b) Use of Estimates

The preparation of financial statements in accordance 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, the 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.

c) Principles of Consolidation

The consolidated financial statements include the Company's wholly owned subsidiary – Firstrade Advisor LLC. All intercompany transactions are eliminated in consolidation. Net loss from Firstrade Advisor LLC is \$575 for fiscal year ended June 30, 2017.

d) Cash and Cash Equivalents

The Company considers all demand and time deposits and all highly liquid financial instruments purchased with original maturities of three months or less to be cash equivalents.

e) Advertising

Advertising costs, included in promotional costs, are charged to expense as incurred. For the year ended June 30, 2017, advertising expense was \$447,012.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Fair Value Measurements

The Company follows the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Section 820 for fair value measurements which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in valuing assets and liabilities. Level 1 inputs have the highest reliability and are related to identical assets and liabilities with unadjusted quoted prices in active markets. Level 2 inputs relate to assets and liabilities in active markets which are observable either directly or indirectly. Level 3 inputs are unobservable inputs for the asset or liability and are used to the extent that observable inputs do not exist.

g) Investment Valuations

Investments are carried at the values shown in Note 4 of the financial statements. The fair value of alternative investments has been estimated using the Net Asset Value ("NAV") as reported by the management of the respective alternative investment fund. FASB guidance provides for the use of the NAV as a "Practical Expedient" for estimating fair value of alternative investments. The NAV reported by each alternative investment fund is used as a practical expedient to estimate the fair value of the Company's ability to redeem its interest in the near term.

h) Investment Income Recognition

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of income (loss) on each investment.

i) Property and Equipment

Property and equipment are stated at cost. Major expenditures for the acquisition of property, equipment and betterments that substantially increase useful lives of the fixed assets are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income. Depreciation is provided utilizing the double declining balance half year convention method over the estimated useful lives of the assets (five to seven years). Leasehold improvements are amortized over the lesser of the term of the lease or the estimated useful lives of the improvements.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

j) Intangibles

Intangible assets consist of trademarks and software and are recorded at cost. Amortization of trademarks is computed using the straight-line method over a period of 15 years. Software development costs are amortized using the straight-line method over a useful life of 3 years; these costs which include consulting fees, payroll and payroll related costs are associated with various ongoing computer software based projects.

k) Profit Sharing Plan

The Company maintains a contributory qualified 401(k) plan which covers all employees who have three months of service and who are 21 years of age. Employees may contribute to the plan up to a maximum of \$18,000 or \$24,000, depending on age, for the year ended June 30, 2017. The Company will make matching contributions on a per payroll period basis of 1.5% salary being deferred up to \$750. The Company's matching contribution for the years ended June 30, 2017 was \$20,982.

l) Income Taxes

Deferred income tax assets and liabilities are computed for differences between financial statement and tax bases of assets and liabilities that will result in taxable or deductible amounts in the future based on enacted tax laws and rates applicable to the period in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the tax payable or refundable for the period plus or minus the change during the period in deferred tax assets and liabilities. These components of temporary differences are amortization of software development costs, depreciation, accrued vacation, and unrealized gains/losses on investments.

m) Accounting for Uncertainty in Income Taxes

Management has determined that the Company had no uncertain tax positions that would require financial statement recognition. The Company is no longer subject to U.S. federal, state or local income tax audits for periods prior to July 1, 2013.

n) Subsequent Events Evaluation by Management

The Company has evaluated subsequent event transactions for the potential recognition or disclosure in the financial statements through August 24, 2017, the date the financial statements were available to be issued.

Firstrade Securities Inc. signed a contract with Ally Invest Securities LLC on August 11th, 2017, to acquire accounts which are valued at \$400,000.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

3. NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1) which requires the maintenance of minimum net capital of \$250,000 and requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1, both as defined. At June 30, 2017, the Company had net capital of \$7,008,687 under Rule 15c3-1, which was \$6,758,685 in excess of its required net capital of \$250,000. The Company's percentage of aggregate indebtedness to net capital was 19%.

4. INVESTMENTS

The following table shows the major categories of investments measured at fair value at June 30, 2017, grouped by the fair value hierarchy:

<u>Description</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Quoted prices in markets that are not active for similar assets (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>	<u>Total</u>
Equities	\$ 25,707	\$ -	\$ -	\$ 25,707
Certificates of deposit	-	1,230,919	-	1,230,919
Worthless securities	-	32,872	-	32,872
Total at fair value	\$ 25,707	\$ 1,263,791	\$ -	\$ 1,289,498

Securities traded in secondary markets are typically valued using unadjusted vendor prices. These prices are reviewed and may be adjusted using quoted market prices for similar securities if determined necessary. These securities are classified as Level 2 of the hierarchy. As of June 30, 2017, the above worthless securities are valued at approximately \$166,000 using unadjusted vendor prices with \$133,000 adjustment using quoted market prices for similar securities. Such a valuation is, therefore, subjective and may not be a true measure of the real worth of these instruments.

The amount of total gain for the year included in changes in net assets attributed to the change in unrealized gains/loss relating to assets still held at June 30, 2017 was approximately \$32,000.

At June 30, 2017, the Company had no open capital commitments with limited partnerships.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

5. CERTIFICATES OF DEPOSIT

Certificates of deposit, with a 12 month or less maturity, totaling \$1,023,501 are included in short-term investments-other in the accompanying financial statements. Certificates of deposit, with more than a 12 month maturity, totaling \$207,418 are included in long-term investments-other in the accompanying financial statements. The certificates bear interest ranging from 1.09% to 1.15% with penalties for early withdrawal. Any penalties for early withdrawal would not have a material effect on the financial statements. A certificate of deposit for approximately \$96,000 is being held as collateral for the Company's line of credit.

6. LINE OF CREDIT

The Company has a line of credit of \$1,000,000 with a bank, which expires on September 1, 2017. The loan is collateralized by a \$1,000,000 certificate of deposit. As of June 30, 2017, the outstanding balance is \$95,810. Interest will be charged at the bank's time certificate of deposit annual percentage rate plus 2%.

7. EMPLOYEE LOANS RECEIVABLE

Repayment was made on June 1, 2017 with no interest.

8. PROPERTY AND EQUIPMENT

Property and equipment and their useful lives as of June 30, 2017, consist of the following:

	<u>Useful Life in Years</u>	
Leasehold improvements	7	\$ 2,575
Equipment	5-7	1,935,881
Furniture and fixtures	5-7	<u>271,968</u>
Total property and equipment		2,210,424
Less: accumulated depreciation		<u>(1,950,756)</u>
Property and equipment-net		<u>\$ 259,668</u>

Depreciation and amortization expense for the year ended June 30, 2017 was \$143,813.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

9. INTANGIBLE ASSETS

Intangible assets consist of the following as of June 30, 2017:

	<u>Useful Life</u> <u>In Years</u>	
Trademark	15	\$ 8,788
Software development costs	3	<u>4,944,604</u>
Less: accumulated amortization		<u>(4,949,782)</u>
Intangible assets, net		<u>\$ 3,610</u>

Amortization expense for the year ended June 30, 2017 was \$43,634. Future estimated amortization expense is as follows:

<u>Year Ended June 30</u>		
2018		\$ 1,730
2019		64
Subsequent years		<u>1,816</u>
		<u>\$ 3,610</u>

10. INCOME TAXES

Deferred tax liabilities - noncurrent at June 30, 2017, relate to the following items:

Deferred tax liabilities		
Software development costs	\$ 4,916	
Depreciation	<u>126,120</u>	
Total deferred tax liability - noncurrent		<u>\$ 131,036</u>

Deferred tax assets - current at June 30, 2017, relate to the following items:

Deferred tax assets		
Accrued vacation	\$ 21,103	
Unrealized gain/loss	<u>17,441</u>	
Total deferred tax assets - current		<u>\$ 38,544</u>

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

11. COMMITMENTS

Operating Leases

The Company has two leases for office space which expire on December 31, 2021 and January 7, 2024. Future minimum lease payments at June 30, 2017 are approximately as follows:

<u>Year Ended June 30</u>	
2018	\$ 345,000
2019	356,000
2020	367,000
2021	379,000
Subsequent years	<u>981,000</u>
	<u>\$ 2,428,000</u>

Rent expense, included in occupancy and equipment costs, for the year ended June 30, 2017 was \$336,454.

12. FINANCIAL INSTRUMENTS AND CREDIT RISK CONCENTRATION

Financial instruments which potentially subject the Company to concentrations of credit risk consist principally of cash and cash equivalents. The Company maintains its cash with various financial institutions. The Company monitors the credit quality of the financial institutions and does not anticipate any exposure. The total cash balance in each financial institution is insured by the FDIC up to \$250,000. Uninsured funds as of June 30, 2017 were approximately \$ 5,077,000. The amount due from the clearing broker was collected in the subsequent month.

13. TREASURY STOCK

In August 2015, under a Common Stock Repurchase Agreement, the Company repurchased 25,000 shares of common stock from one stockholder. The repurchase price was \$2.40 per share.

As of June 30, 2017, 200,000 shares of the Company's common stock were held as treasury stock at cost.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

JUNE 30, 2017

14. RESERVE ACCOUNT FOR CUSTOMER CREDIT BALANCES

In the course of doing business, the Company offers certain customers promotional rebates. As a result of a FINRA examination, it was determined that the Company is required to have a segregated reserve account for the unpaid promotional rebates in accordance with SEC Rule 15c3-3. At June 30, 2017, these customer rebates totaled \$7,340. The balance of the rebate reserve account as of June 30, 2017 was \$50,464.

SUPPLEMENTARY INFORMATION

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
SUPPLEMENTARY SCHEDULE OF CONSOLIDATING STATEMENT OF FINANCIAL
CONDITION

Supplementary Schedule of Consolidating Statement of Financial Condition				
June 30, 2017				
Assets				
CURRENT ASSETS	Firstrade Securities, Inc.	Firstrade Advisor LLC.	Eliminations	Consolidated
Cash and cash equivalents	\$5,020,500	\$99,875	\$ -	\$5,120,375
Due from clearing broker	1,183,003	-	-	1,183,003
Accounts receivable	37,474	-	(1,765)	35,709
Accrued interest receivable	10,450	-	-	10,450
Prepaid taxes	19,942	-	-	19,942
Prepaid expenses	138,351	-	-	138,351
Investments	58,579	-	-	58,579
Investment in Subsidiary	100,000	-	(100,000)	-
Short term investments-other	1,023,501	-	-	1,023,501
Total Current Assets	7,589,910	99,875	(101,765)	7,589,910
PROPERTY AND EQUIPMENT-NET	259,668	-	-	259,668
OTHER ASSETS				
Rebate reserve fund	50,464	-	-	50,464
Deferred tax assets	38,544	-	-	38,544
Long-term investments-other	207,418	-	-	207,418
Clearing deposits	1,021,665	-	-	1,021,665
Long term investment - other	-	-	-	-
Other assets	95,593	-	-	95,593
Intangible assets, net	3,610	-	-	3,610
Total Other Assets	1,417,294	-	-	1,417,294
Total Assets	\$9,268,762	\$99,875	\$(101,765)	\$9,266,872

See report of independent registered public accounting firm.

FIRSTRADE SECURITIES, INC. AND SUBSIDIARY
SUPPLEMENTARY SCHEDULE OF CONSOLIDATING STATEMENT OF FINANCIAL
CONDITION (continued)

Supplementary Schedule of Consolidating Statement of Financial Condition				
June 30, 2017				
Liabilities and Stockholders' Equity				
CURRENT LIABILITIES	Firstrade Securities, Inc.	Firstrade Advisor LLC.	Eliminations	Consolidated
Accrued expenses	\$260,254	\$1,765	\$(1,765)	\$260,254
Loan payable	95,810	-	-	95,810
Income tax payable	75,774	-	-	75,774
Accrued payroll	869,219	-	-	869,219
Total Current Liabilities	1,301,057	1,765	(1,765)	1,301,057
OTHER LIABILITIES				
Deferred rent	122,643	-	-	122,643
Deferred tax liability	131,036	-	-	131,036
Total Liabilities	1,554,736	1,765	(1,765)	1,554,736
STOCKHOLDERS' EQUITY				
Preferred stock	-	-	-	-
Common stock	190,035	-	-	190,035
Additional paid-in capital	2,039,773	-	-	2,039,773
Member's equity	-	100,000	(100,000)	-
Retained earnings	5,981,718	(1,890)	-	5,979,828
Less: Treasury stock at cost, 200,000 shares	(497,500)	-	-	(497,500)
Total Stockholders' Equity	7,714,026	98,110	(100,000)	7,712,136
Total Liabilities and Stockholders' Equity	\$9,268,762	\$99,875	\$(101,765)	\$9,266,872

See report of independent registered public accounting firm.



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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholders
of Firstrade Securities, Inc.

We have reviewed management's statements, included in the accompanying Statement of Exemption Form SEC Rule 15c3-3, in which (1) Firstrade Securities, Inc. (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: (k)(2)(ii) (the "exemption provisions") and (2) Firstrade Securities, Inc. 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.

Wei Wei & Co. LLP
Flushing, New York
August 24, 2017

Firstrade Securities, Inc.

Exemption Report

June 30, 2017

Firstrade Securities, Inc. clears all customer transactions through another broker-dealer on a fully disclosed basis and therefore claims exceptive provision (K)(2)(ii) of SEC Rule 15c3-3, which exempts the Corporation from the computation for determination of reserve requirements as provided for in that Rule.

Firstrade Securities has met the identified exemptive provision (K)(2)(ii) of SEC Rule 15c3-3 throughout the fiscal year ended June 30,2017 without exception.



John Liu

Chairman and CEO