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

SEC Processing Section  
 FEB 01 2018

SEC FILE NUMBER
8-68262

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 12/01/16 AND ENDING 11/30/17  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: **Coventry Securities, LLC**

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
**7111 Valley Green Road**

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street)  
**Fort Washington PA 19034**  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
 Richard J. Bitterlich 877-836-8300  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

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

**1600 Market Street, 32nd Floor Philadelphia PA 19103**  
(Address) (City) (State) (Zip Code)

- CHECK ONE:**
- Certified Public Accountant
  - Public Accountant
  - Accountant not resident in United States or any of its possessions.

RECEIVED  
 SEC 17A-5  
 FEB 01 2018

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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)

SEC 1410 (06-02) Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

NM RMS

OATH OR AFFIRMATION

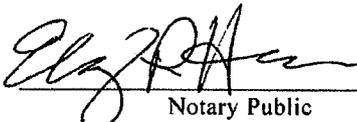
I, Richard J. Bitterlich, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Coventry Securities, LLC of November 30, 2017, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

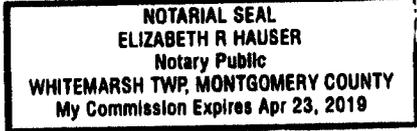
  
Signature

Chief Financial Officer

Title

  
Notary Public

COMMONWEALTH OF PENNSYLVANIA



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).

FINANCIAL STATEMENT

Coventry Securities, LLC  
November 30, 2017

Coventry Securities, LLC

Financial Statement

November 30, 2017

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

The Member  
**Coventry Securities, LLC**

We have audited the accompanying statement of financial condition of Coventry Securities, LLC (the "Company") as of November 30, 2017 and the related notes to the financial statement. 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 of the effectiveness of the Company's internal control over financial reporting. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the statement of financial condition, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement of financial position 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 Coventry Securities, LLC as of November 30, 2017 in accordance with accounting principles generally accepted in the United States of America.

Philadelphia, PA  
January 26, 2018



Coventry Securities, LLC

Statement of Financial Condition

	<u>November 30, 2017</u>
<b>Assets</b>	
Current assets:	
Cash	\$ 248,340
Accounts receivable	14,110
Other current assets	<u>2,525</u>
Total assets	<u>\$ 264,975</u>
<b>Liabilities and member's equity</b>	
Current liabilities:	
Accrued expenses	\$ 28,560
Due to an affiliate	<u>9,721</u>
Total current liabilities	<u>38,281</u>
Member's equity	<u>226,694</u>
Total liabilities and member's equity	<u>\$ 264,975</u>

*See accompanying notes.*

# Coventry Securities, LLC

## Notes to Financial Statement

November 30, 2017

### **1. Nature of Operations**

Coventry Securities, LLC (the “Company”) is a limited liability company established in Delaware in 2009. The term of the Company shall continue in perpetuity unless the Company is dissolved in accordance with the provisions of its limited liability company agreement (the “Agreement”).

The Company was formed pursuant to the Delaware Limited Liability Company Law (the “Act”). Pursuant to the Agreement, the member of the Company shall not have any liability for the obligations or liabilities of the Company except to the extent of any non-waiverable provision of the Act.

There is one class of member interest in the Company. The sole member of the Company is a trust controlled by and for the benefit of members of a single family.

The Company is a broker-dealer registered with the Securities and Exchange Commission (the “SEC”). The Company’s principal activities consist of marketing its services as a broker-dealer and placement agent, registering and training its registered representatives, and providing services under an agreement with an affiliated entity (see Note 3).

The Company is affiliated with multiple entities through common ownership (see Note 3 for a description of related party transactions).

### **2. Summary of Significant Accounting Policies**

#### **Use of Estimates**

The preparation of a financial statement in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions regarding the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

#### **Cash**

As of November 30, 2017, cash consists of noninterest-bearing accounts at a bank. Cash may exceed the Federal Deposit Insurance Corporation limits.

## Coventry Securities, LLC

### Notes to Financial Statement (continued)

#### **2. Summary of Significant Accounting Policies (continued)**

##### **Accounts receivable**

Accounts receivable consist of amounts due under the Brokerage Services Agreement more fully described in Note 3, "Related Party Transactions."

##### **Other Current Assets**

Other current assets consist principally of deposits with a regulatory agency and prepaid expenses.

##### **Accrued Expenses**

Accrued expenses consist principally of accrued professional fees.

##### **Due to an Affiliate**

Due to an affiliate consists principally of amounts payable under the Corporate Services Agreement more fully described in Note 3, "Related Party Transactions."

##### **Income Taxes**

The Company has elected S Corporation status under the provisions of the Internal Revenue Code and corresponding sections of state income tax laws. Under those provisions, the Company does not pay federal or state income taxes. As such, any income taxes are liabilities of the Company's member.

The Company has concluded there are no significant uncertain tax positions that would require recognition in the financial statement as of November 30, 2017. As of November 30, 2017, the Company's tax years ended November 30, 2014, 2015, 2016, and 2017 are subject to examination by the tax authorities.

##### **Subsequent Events**

Subsequent events have been evaluated through the date that the financial statement was issued.

## Coventry Securities, LLC

### Notes to Financial Statement (continued)

#### **3. Related-Party Transactions**

##### **Brokerage Services Agreement**

The Company provides brokerage services to an affiliated entity pursuant to the Brokerage Services Agreement. Amounts due under this agreement are settled in the normal course of the Company's business.

##### **Corporate Services Agreement**

Pursuant to the Corporate Services Agreement, an affiliated entity provides certain employees, officers and facilities for the operations of the Company. Expenses are allocated by the affiliated entity based on time spent on the Company's operations by these employees and officers.

Obligations incurred in connection with this agreement are settled in the normal course of the Company's business.

#### **4. Net Capital Requirement**

As a registered broker-dealer in securities, the Company is subject to the SEC's Uniform Net Capital Rule ("Rule 15c3-1"), 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 November 30, 2017, the Company had net capital of \$210,059, which was \$205,059 in excess of its required net capital of \$5,000. The Company's ratio of aggregate indebtedness to net capital was 0.18 to 1.