

DM



S

18005854

| | |
|---|-----------------|
| OMB APPROVAL | |
| OMB Number: | 3235-0123 |
| Expires: | August 31, 2020 |
| Estimated average burden hours per response..... | 12.00 |

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

| |
|---------------------|
| SEC FILE NUMBER |
| 8- 42124 |

36372

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 01/01/17 AND ENDING 12/31/17
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **CULLEN INVESTMENT GROUP, LTD**

| |
|-------------------|
| OFFICIAL USE ONLY |
| FIRM I.D. NO. |

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

1404 SOUTH COLLEGE ROAD

(No. and Street)

LAFAYETTE

LOUISIANA

70503

(City)

(State)

(Zip Code)

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

DAVID C. BORDES

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

LAPORTE, A PROFESSIONAL ACCOUNTING CORPORATION

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

5100 VILLAGE WALK, STE 300 COVINGTON

LA

70433

(Address)

(City)

(State)

(Zip Code)

SEC

Mail Processing
Section

MAR 01 2018

Washington DC

413

CHECK ONE:

Certified Public Accountant

Public Accountant

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

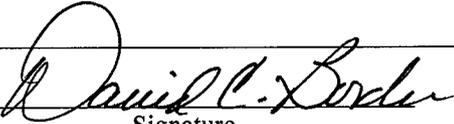
FOR OFFICIAL USE ONLY

*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)

44

OATH OR AFFIRMATION

I, DAVID C. BORDES, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of CULLEN INVESTMENT GROUP, LTD, as of DECEMBER 31, 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
PRESIDENT
Title


Notary Public Anne Gaiennie
La Barroll no. 01896

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).

Contents

| | |
|--|-------|
| Report of Independent Registered Public Accounting Firm | 1 - 2 |
|--|-------|

Basic Financial Statements

| | |
|--|--------|
| Statement of Financial Condition | 3 |
| Statement of Operations | 4 |
| Statement of Changes in Stockholders' Equity | 5 |
| Statement of Changes in Liabilities Subordinated to Claims of General Creditors | 6 |
| Statement of Cash Flows | 7 |
| Notes to Financial Statements | 8 - 13 |

Supplementary Information

| | |
|---|----|
| Schedule I - Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission | 14 |
| Schedule II - Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission | 15 |
| Schedule III - Information Relating to Possession or Control Requirements Under Rule 15c3-3 of the Securities and Exchange Commission | 15 |
| Schedule IV - Schedule of Segregation Requirements and Funds in Segregation for Customers' Regulated Commodity Futures and Options Accounts | 15 |

| | |
|--------------------------------|----|
| Exemption Certification | 16 |
|--------------------------------|----|

| | |
|---|----|
| Review Report of Independent Registered Public Accounting Firm | 17 |
|---|----|



LaPorte, APAC
Town Hall West
10000 Perkins Rowe | Suite 200
Baton Rouge, LA 70810
225.296.5150 | Fax 225.296.5151
LaPorte.com

Report of Independent Registered Public Accounting Firm

To the Stockholders and Board of Directors
Cullen Investment Group, Ltd.

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of Cullen Investment Group, Ltd. (the Company) as of December 31, 2017, and the related statements of operations, changes in stockholders' equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended, and the related notes (collectively referred to as the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2017, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States.

Basis for Opinion

These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on the Company's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Company in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

LOUISIANA • TEXAS

An Independently Owned Member, RSM US Alliance

RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each is separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

Other Matter

The supplementary information contained in Schedules I, II, III, and IV (the Supplemental Information) has been subjected to audit procedures performed in conjunction with the audit of Cullen Investment Group Ltd.'s financial statements. The Supplemental Information is the responsibility of Cullen Investment Group Ltd.'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 supplementary information contained in Schedules I, II, III, and IV is fairly stated, in all material respects, in relation to the financial statements as a whole.



A Professional Accounting Corporation

We have served as the Company's auditor since 2009.

Baton Rouge, LA
February 26, 2018

CULLEN INVESTMENT GROUP, LTD.
Statement of Financial Condition
December 31, 2017

Assets

| | |
|--|----------------|
| Cash and Cash Equivalents | \$ 40,915 |
| Cash Held by Clearing Broker, Restricted | 25,009 |
| Receivable from Clearing Broker | 326,293 |
| Property and Equipment, Net of Accumulated Depreciation of \$24,562 | 7,668 |
| Other Assets | 12,463 |
| Intangible Asset, Net of Accumulated Amortization of \$48,400 | <u>677,600</u> |

Total Assets \$ 1,089,948

Liabilities and Stockholders' Equity

Liabilities

| | |
|---------------------------------------|------------|
| Accounts Payable and Accrued Expenses | \$ 130,388 |
| Commitments and Contingencies | <u>-</u> |

Total Liabilities 130,388

Stockholders' Equity

| | |
|--|----------------|
| Common Stock, 200,000 Shares Authorized, 100,000 shares Outstanding, No Par Value | 10,000 |
| Paid-In Capital | 745,774 |
| Retained Earnings | <u>203,786</u> |

Total Stockholders' Equity 959,560

Total Liabilities and Stockholders' Equity \$ 1,089,948

CULLEN INVESTMENT GROUP, LTD.
Statement of Operations
For the Year Ended December 31, 2017

| Revenues | |
|--|---------------------|
| Commissions | \$ 237,432 |
| Investment Advisory Fees | 1,957,239 |
| Unrealized Gain on Investment Securities | 1,935 |
| Dividend Income | 220 |
| Interest Income | 527 |
| Miscellaneous Income | 10,955 |
| | <hr/> |
| Total Revenues | 2,208,308 |
| | <hr/> |
| Expenses | |
| Employee Compensation and Benefits | 693,762 |
| General and Administrative Expenses | 282,256 |
| Clearing Cost | 77,234 |
| Commissions | 3,627 |
| Occupancy | 58,436 |
| | <hr/> |
| Total Expenses | 1,115,315 |
| | <hr/> |
| Net Income | \$ 1,092,993 |

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

CULLEN INVESTMENT GROUP, LTD.
Statement of Changes in Stockholders' Equity
For the Year Ended December 31, 2017

| | <u>Common Stock</u> | | <u>Paid-In Capital</u> | <u>Retained Earnings</u> | <u>Total</u> |
|-----------------------------------|-------------------------------|------------------|----------------------------|------------------------------|-------------------|
| | <u>Shares Outstanding</u> | <u>Amount</u> | | | |
| Balance, December 31, 2016 | 80,000 | \$ 10,000 | \$ 19,774 | \$ 200,793 | \$ 230,567 |
| Net Income | - | - | - | 1,092,993 | \$ 1,092,993 |
| Distributions | - | - | - | (1,090,000) | \$ (1,090,000) |
| Stock Issuance | 20,000 | - | 726,000 | - | \$ 726,000 |
| Balance, December 31, 2017 | 100,000 | \$ 10,000 | \$ 745,774 | \$ 203,786 | \$ 959,560 |

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

CULLEN INVESTMENT GROUP, LTD.
Statement of Changes in Liabilities Subordinated to
Claims of General Creditors
For the Year Ended December 31, 2017

| | |
|---|-------------|
| Subordinated Borrowings at December 31, 2016 | \$ - |
| Increases | - |
| Decreases | - |
| Subordinated Borrowings at December 31, 2017 | \$ - |

CULLEN INVESTMENT GROUP, LTD.
Statement of Cash Flows
For the Year Ended December 31, 2017

| | |
|--|--------------------|
| Cash Flows From Operating Activities | |
| Net Income | \$ 1,092,993 |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities | |
| Depreciation and Amortization | 50,376 |
| Gain on Sale of Property and Equipment | (10,575) |
| Increase in Cash Held by Clearing Broker, Restricted | (24,339) |
| Decrease in Investment Securities Owned, Held at Clearing Broker | 216,675 |
| Increase in Receivable from Clearing Broker | (226,808) |
| Increase in Other Assets | (5,599) |
| Decrease in Accounts Payable and Accrued Expenses | <u>(23,435)</u> |
| Net Cash Providing by Operating Activities | <u>1,069,288</u> |
| Cash Flows from Investing Activities | |
| Proceeds from Sales of Property and Equipment | <u>15,650</u> |
| Net Cash Provided by Investing Activities | <u>15,650</u> |
| Cash Flows from Financing Activities | |
| Distributions to Stockholders | <u>(1,090,000)</u> |
| Net Cash Used in Financing Activities | <u>(1,090,000)</u> |
| Net Decrease in Cash and Cash Equivalents | (5,062) |
| Cash and Cash Equivalents - Beginning of Year | <u>45,977</u> |
| Cash and Cash Equivalents - End of Year | <u>\$ 40,915</u> |
| Supplemental Schedule of Non-Cash Transaction | |
| Exchange of Customer Relationship for Stock | <u>\$ 726,000</u> |

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

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

Business of the Company

Cullen Investment Group, Ltd. (the Company) was incorporated under the provisions of the laws of the State of Louisiana on October 7, 1986. The Company is a broker/dealer registered with the Securities and Exchange Commission (SEC) pursuant to the Securities Exchange Act of 1934. The Company operates pursuant to the exemptive provisions of paragraph k(2)(ii) of the Securities and Exchange Commission Rule 15(c)3-3 and does not hold customer funds or securities. The Company is a member of the Financial Industry Regulatory Authority and is registered as a securities dealer with the State of Louisiana. The Company's customers are principally located in Lafayette, Louisiana and the surrounding area.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

Investment Securities

Marketable securities are valued at market value and securities not readily marketable are valued at fair value as determined by management. The resulting difference between cost and market (or fair value) is included in income.

Revenue Recognition

Securities transactions and related commission revenues and expenses in regular-way trades are recorded on the trade date, as if they had settled. Securities owned, held at clearing broker, and securities sold, not yet purchased, are valued at market with related unrealized gains and losses included in income.

Underwriting fees are recorded at the time the underwriting is complete and the income is readily determinable. Investment advisory fees are received quarterly but are recognized as earned on a pro rata basis over the term of the contract.

Receivable from Clearing Broker

Accounts receivable from clearing broker represents uncollected commissions and fees due from the Company's clearing broker.

Property and Equipment

Property and equipment are stated at cost, less accumulated depreciation computed on the straight-line method over the estimated useful lives of the assets, which range from 5 to 7 years. Depreciation charged to operations amounted to \$1,976 for the year ended December 31, 2017.

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Major categories of property and equipment at December 31, 2017 are as follows:

| | | |
|--------------------------------|----|-----------------|
| Furniture & Fixtures | \$ | 6,160 |
| Equipment | | 25,070 |
| Leasehold Improvements | | 1,000 |
| | | <u>32,230</u> |
| Less: Accumulated Depreciation | | <u>(24,562)</u> |
| | \$ | <u>7,668</u> |

Intangible Asset

The Company amortizes its customer relationship intangible on the straight-line method over 15 years unless a shorter useful life is more appropriate.

The intangible asset is reviewed annually for impairment or when events or circumstances indicate that its carrying amount may not be recoverable. No impairment was recorded in 2017.

Income Taxes

The Company has elected S corporation status effective October 1, 2004. Earnings and losses after that date are included in the personal income tax returns of the stockholders. Therefore, no provision or liability for federal income taxes has been included in the financial statements.

Use of Estimates

The preparation of financial statements in conformity 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 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.

Recent Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, Revenue from Contracts with Customers: Topic 606, to supersede nearly all existing revenue recognition guidance under United States GAAP. In August 2015, the FASB deferred the effective date for implementation of ASU 2014-09 by one year and is now effective for annual reporting periods beginning after December 15, 2017. The Company plans to adopt the revenue recognition guidance in the first quarter of 2018 by implementing the full retrospective method. While the new guidance does not apply to revenue associated with loans or securities, the Company has been working to identify the customer contracts within the scope of the new guidance and assess the related revenues to determine if any accounting or internal control changes will be required for the new provisions. The Company's implementation efforts include the identification of revenue within the scope of the guidance, as well as the evaluation of revenue contracts and related accounting policies. Based on the Company's analysis, it

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Recent Accounting Pronouncements (Continued)

believes there will be no impact on its revenue recognition practices as a result of implementing the new standard. The new revenue recognition standard applies to the following:

- Trading commission revenue: revenue is recognized at trade date, as it is when the performance obligation is met.
- Investment advisory revenue: services are billed at the beginning of the quarter based on the total value of the assets under management at that point in time. Revenue is deferred and recognized ratably at the end of each month as the performance obligation is met.

In February 2016, the FASB issued ASU 2016-02 Leases (Topic 842), which will require lessees to recognize almost all leases on their balance sheet as a right-of-use asset and a lease liability. For income statement purposes, the FASB retained a dual model, requiring leases to be classified as either operating or finance. Classification will be based on criteria that are largely similar to those applied in current lease accounting. Lessor accounting is similar to the current model, but updated to align with certain changes to the lessee model and the new revenue recognition standard. This ASU is effective for fiscal years beginning after December 15, 2018. The Company is evaluating the effect this ASU may have on its financial statements and related disclosures.

In August 2016, the FASB issued ASU No. 2016-15, Statement of Cash Flows (Topic 230): Classification of Certain Cash Receipts and Cash Payments, which provides guidance on eight cash flow classification issues with the objective of reducing differences in practice. This ASU is effective for annual periods beginning after December 15, 2017, with early adoption permitted. Adoption is required to be on a retrospective basis, unless impracticable for any of the amendments, in which case a prospective application is permitted. The Company is evaluating the impact of this ASU on its financial statements.

Note 2. Agreement with Clearing Organization

The Company utilizes Raymond James & Associates, Inc. as its clearing broker. Terms of the agreement with the clearing organization call for the Company to maintain compensating balances of \$25,000. At December 31, 2017, \$25,009 of cash and marketable securities is restricted for that purpose. In addition, terms of the agreement require the Company to maintain net capital equal to the greater of the amount required by the SEC net capital rules applicable to a correspondent introducing broker or \$100,000. At December 31, 2017, the Company had net capital of \$261,829, which was \$161,829 in excess of its required net capital of \$100,000.

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 3. Intangible Assets

In connection with the merger in 2017 described in Note 10, the Company assigned \$726,000 to intangible assets attributable to the customer database from SR Newco. Related amortization expense for the year ended December 31, 2017 was \$48,400.

Note 4. Off-Balance Sheet Risk and Concentration of Credit Risk

The Company periodically maintains cash in bank accounts in excess of federally insured limits. The Company has not experienced any losses and does not believe that significant credit risk exists as a result of this practice.

The Company is responsible to its clearing broker for payment of all transactions executed both on its behalf and on behalf of its customers. Therefore, the Company is exposed to off-balance sheet risk in the event a customer cannot fulfill its commitment and the clearing broker must purchase or sell a financial instrument at prevailing market prices.

The Company and its clearing broker seek to control risk associated with customer transactions through daily monitoring to assure margin collateral is maintained under regulatory and internal guidelines.

The Company is further exposed should its clearing broker, who clears all of the Company's transactions and holds its securities, be unable to fulfill its obligations. The Company monitors the credit standing of its clearing broker and all counterparties with which it conducts business.

Note 5. Commitments and Contingencies

The Company clears all customers' securities transactions through a clearing broker, on a fully disclosed basis, which, in accordance with accounting principles generally accepted in the United States of America, are not included on the statement of financial condition. These transactions are referred to as "off-statement of financial condition commitments" and differ from the Company's statement of financial condition activities in that they do not give rise to funded assets or liabilities. The Company receives a commission for initiating such transactions for its customers. Initiating these trades for its customers involves various degrees of credit and market risk in excess of amounts recognized on the statement of financial condition. The Company minimizes its exposure to loss under these commitments by subjecting the customer accounts to credit approval and monitoring processes.

Once a trade is executed, a customer is allowed two business days to settle the transaction by payment of the settlement price (when purchasing securities) or the delivery of the securities (when selling securities). The Company is required by law to immediately complete a securities transaction when a customer fails to settle. The Company is at risk for any loss realized in completing transactions for its customers. All unsettled transactions at December 31, 2017, were subsequently settled by customers without loss to the Company, or open commitments were adequately collateralized.

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 5. Commitments and Contingencies (Continued)

The Company is subject to various legal proceedings and regulatory actions in the ordinary course of its business. The outcomes of any legal and regulatory matters are subject to many uncertainties and, therefore, cannot be predicted. In the opinion of management, any pending legal and regulatory actions will not have a material effect on the financial position, results of operations, or cash flows of the Company.

Note 6. Related Party Transactions

The Company leased office space from related parties for the period January 2017 to December 2017. Net rent expense paid to Red Drum Investments and Cullen Properties totaled \$12,000 and \$46,200, respectively, for the year ended December 31, 2017. A new lease agreement was signed for the period January 1, 2018 to December 31, 2018. Future minimum rental payments due under this arrangement total \$12,240 and \$46,200 for the year ending December 31, 2018.

Note 7. Retirement Plans

The Company maintains a defined contribution money purchase profit sharing plan, which covers all employees meeting certain age and length of service requirements. Contributions are determined annually by the Company. The Company may contribute up to 25% of eligible compensation, subject to statutory limitations. Employer contributions to the plan totaled \$120,034 for the year ended December 31, 2017. The Company contributed at an average rate of 23% of total compensation for the year ended December 31, 2017.

Note 8. Income Taxes

Accounting principles generally accepted in the United States of America provide accounting and disclosure guidance about positions taken by an entity in its tax returns that might be uncertain. The Company believes that it has appropriate support for any tax positions taken, and management has determined that there are no uncertain tax positions that are material to the financial statements.

Penalties and interest assessed by income taxing authorities, if any, would be included in income tax expense.

Note 9. 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 and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At December 31, 2017, the Company had net capital of \$261,829, which was \$161,829 in excess of its required net capital of \$100,000. The Company's ratio of aggregate indebtedness to net capital was .57 to 1 at December 31, 2017.

CULLEN INVESTMENT GROUP, LTD.

Notes to Financial Statements

Note 10. Merger

Effective January 4, 2017, the Company merged with Stephen Roy Newco, LLC (SR Newco), a Louisiana limited liability company, according to a resolution approved by the Company's sole director and shareholder, David Bordes, on December 19th, 2016. SR Newco was merged into the Company and the Company was the surviving entity. In exchange, Stephen Nickel, the sole member of SR Newco, received 20,000 shares of the Company. The resulting ownership structure leaves David Bordes owning 80,000 shares (80%) and Stephen Nickel owning 20,000 shares (20%).

The remaining authorized shares of 100,000 are unissued. SR NewCo had \$726,000 of assets and no liabilities as of the date of the merger.

Note 11. Evaluation of Subsequent Events

FASB ASC Topic 855, *Subsequent Events*, establishes general standards of accounting for and disclosure of events that occur after the balance sheet date but before financial statements are issued or are available to be issued. Specifically, it sets forth the period after the balance sheet date during which management of a reporting entity should evaluate events or transactions that may occur for potential recognition or disclosure in the financial statements, the circumstances under which an entity should recognize events or transactions occurring after the balance sheet date in its financial statements, and the disclosures that an entity should make about events or transactions that occurred after the balance sheet date.

In accordance with ASC 855, the Company evaluated subsequent events through February 26, 2018, the date these financial statements were available to be issued. There were no other material subsequent events that required recognition or additional disclosure in these financial statements.

CULLEN INVESTMENT GROUP, LTD.
Supplementary Information

Schedule I
Computation of Net Capital Under Rule 15c3-1 of
the Securities and Exchange Commission
December 31, 2017

| | |
|--|-------------------|
| Net Capital | |
| Total Stockholders' Equity | \$ 959,560 |
| | |
| Deductions and/or Charges | |
| Property and Equipment, Net | (7,668) |
| Intangible Asset, Net | (677,600) |
| Other Assets | (12,463) |
| <hr/> | |
| Net Capital Before Haircuts on Securities Positions | 261,829 |
| | |
| Haircuts on Securities | - |
| <hr/> | |
| Net Capital | <u>\$ 261,829</u> |
| | |
| Aggregate Indebtedness | <u>\$ 130,388</u> |
| | |
| Computation of Basic Net Capital Requirement | |
| Net Capital Required | <u>\$ 100,000</u> |
| | |
| Excess of Net Capital | <u>\$ 161,829</u> |
| | |
| Net capital less 120% of requirement | <u>\$ 141,829</u> |
| | |
| Ratio: Aggregate Indebtedness to Net Capital | <u>.57 to 1</u> |
| | |
| Reconciliation with Company's Computation | |
| (Included in Part II of Form X-17A-5 as of December 31) | |
| | |
| Net Capital, as Reported in Company's Part II (Unaudited) FOCUS Report (as Amended) | <u>\$ 261,829</u> |
| | |
| Net Capital Per Above | <u>\$ 261,829</u> |

**CULLEN INVESTMENT GROUP, LTD.
Supplementary Information**

**Schedule II
Computation for Determination of Reserve
Requirements Under Rule 15c3-3 of
the Securities and Exchange Commission**

Cullen Investment Group, Ltd. is exempt from the reserve requirements and the related computations for the determination thereof under paragraph k(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934, as Cullen Investment Group, Ltd. carries no margin accounts in connection with its activities as a broker or dealer, does not otherwise hold funds or securities for or owe money or securities to customers.

During the year ended December 31, 2017, Cullen Investment Group, Ltd. has maintained its compliance with the conditions for exemption specified in paragraph k(2)(ii) of Rule 15c3-3.

**Schedule III
Information Relating To Possession or Control
Requirements Under Rule 15c3-3 of
the Securities and Exchange Commission**

Cullen Investment Group, Ltd. is exempt from the reserve requirements and the related computations for the determination thereof under paragraph k(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934, as Cullen Investment Group, Ltd. carries no margin accounts in connection with its activities as a broker or dealer, does not otherwise hold funds or securities for or owe money or securities to customers.

During the year ended December 31, 2017, Cullen Investment Group, Ltd. has maintained its compliance with the conditions for exemption specified in paragraph k(2)(ii) of Rule 15c3-3.

**Schedule IV
Schedule of Segregation Requirements
and Funds in Segregation for Customers' Regulated
Commodity Futures and Options Accounts**

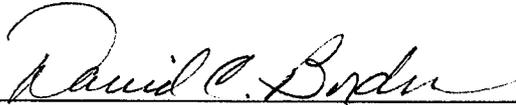
Cullen Investment Group, Ltd. is exempt from the reserve requirements and the related computations for the determination thereof under paragraph k(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934, as Cullen Investment Group, Ltd. carries no margin accounts in connection with its activities as a broker or dealer, does not otherwise hold funds or securities for or owe money or securities to customers.

During the year ended December 31, 2017, Cullen Investment Group, Ltd. has maintained its compliance with the conditions for exemption specified in paragraph k(2)(ii) of Rule 15c3-3.

CULLEN INVESTMENT GROUP, LTD.
Exemption Certification
For the Year Ended December 31, 2017

In accordance with the requirements of SEC Rule 17a-5(d)(4)(i)-(iii), I, David C. Bordes, certify and attest, to the best of my knowledge and belief that the following statements are true and correct with regard to Cullen Investment Group, LTD.

1. Cullen Investment Group, LTD. claimed an exemption from Rule 15c3-3 under provision 15c3-3(k)(ii) throughout the most recent fiscal year, in that it is an introducing broker or dealer who clears all transactions with and for customers on a fully disclosed basis with a clearing broker or dealer, and it promptly transmits all customer funds and securities to the clearing broker or dealer, which carries all of the accounts of such customers and maintains and preserves such books and records pertaining thereto pursuant to the requirements of §§240.17a-3 and 240.17a-4, as are customarily made and kept by a clearing broker or dealer and;
2. Cullen Investment Group, LTD. met the above exemptive provisions throughout the most recent fiscal year without exception.



Signature



Title



LaPorte, APAC
Town Hall West
10000 Perkins Rowe | Suite 200
Baton Rouge, LA 70810
225.296.5150 | Fax 225.296.5151
LaPorte.com

Review Report of Independent Registered Public Accounting Firm

To the Stockholders and Board of Directors
Cullen Investment Group, Ltd.

We have reviewed management's statements, included in the accompanying Cullen Investment Group, Ltd. Exemption Report, in which (a) Cullen Investment Group, Ltd. identified the following provisions of 17 C.F.R. § 240.15c3-3(k) under which Cullen Investment Group, Ltd. claimed an exemption from 17 C.F.R. § 240.15c3-3: (2)(ii) (the exemption provisions) and (b) Cullen Investment Group, Ltd. stated that Cullen Investment Group, Ltd. met the identified exemption provisions throughout the most recent fiscal year without exception. Cullen Investment Group, Ltd.'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 Cullen Investment Group, Ltd.'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 17 C.F.R. § 240.15c3-3 under the Securities Exchange Act of 1934.

A handwritten signature in cursive script that reads "LaPorte".

A Professional Accounting Corporation

Baton Rouge, LA
February 26, 2018

LOUISIANA • TEXAS

An Independently Owned Member, RSM US Alliance
RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each is separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM international resources through RSM US LLP but are not member firms of RSM International.