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**ANNUAL AUDITED REPORT  
FORM X-17a-5\*  
PART III**

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**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 October 1, 2018 AND ENDING September 30, 2019  
Date Date

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Griffin Securities, Inc.

OFFICIAL USE ONLY

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

FIRM I.D. NO.

17 State Street  
(No. and Street)

New York NY 10004  
(City) (State) (Zip Code)

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

Julia R. Lancian 212-509-6932  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

Alperin, Nebbia & Associates, CPA, PA  
(Name - if individual, state last, first, middle name)

375 Passaic Ave. Fairfield 07004  
(Address) (City) (State) (Zip Code)

SEC  
Mail Processing  
Section

NOV 29 2019

Washington DC  
406

CHECK ONE:

Certified Public Accountant

Public Accountant

Accountant not resident in United States or any of its possessions

Securities and Exchange Commission  
Trading and Markets

NOV 29 2019

FOR OFFICIAL USE ONLY

RECEIVED

\*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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SEC 1410 (06-02)

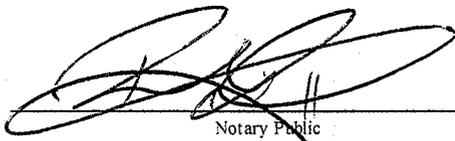
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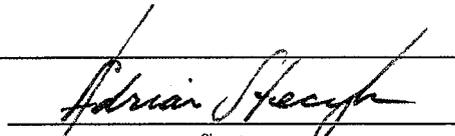
OATH OR AFFIRMATION

I, Adrian Stecyk, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Griffin Securities, Inc. as of September 30, 2019, 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:

None

  
Notary Public

**ROBERT G. RUBBINACCIO**  
Notary Public - State of New York  
No. 01RU6347564  
Qualified in New York County  
My Commission Expires Sept. 12, 2020

  
Signature  
Chief Executive Officer  
Title

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 Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (e) Statement of Cash Flows
- (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, or statement, 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.
- (o) Other

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**GRIFFIN SECURITIES, INC.**

**(S.E.C. NO. 8 - 50186)**

**STATEMENT OF FINANCIAL CONDITION**

**SEPTEMBER 30, 2019**

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**GRIFFIN SECURITIES, INC.**

**TABLE OF CONTENTS**

	<u>Page</u>
<b>Independent Auditor's Report Financial Statements</b>	5
Statement of Financial Condition	6
Notes to Statements of Financial Condition	7-10

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Steven J. Alperin, CPA  
Vincent S. Nebbia, CPA  
Jeffrey M. Seligmuller, CPA  
Roger J. Hitchuk, CPA

### Report of Independent Registered Public Accounting Firm

To the Board of Directors of  
Griffin Securities, Inc.

#### Opinion on the Financial Statement

We have audited the accompanying statement of financial condition of Griffin Securities, Inc. (the "Company") as of September 30, 2019, and the related notes and schedules (collectively referred to as the "financial statement"). In our opinion, the financial statement presents fairly, in all material respects, the financial position of the Company as of September 30, 2019, in conformity with accounting principles generally accepted in the United States of America.

#### Basis for Opinion

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 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 statement is free of material misstatement, whether due to error or fraud. Our audit also included assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that our audit of the financial statement provides a reasonable basis for our opinion.

We have served as the Company's auditor since 1998.

Alperin, Nebbia & Associates, CPA, PA

*Alperin, Nebbia & Associates, CPA, PA*

Fairfield, New Jersey  
November 25, 2019

**GRIFFIN SECURITIES, INC.**  
**STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

**ASSETS**

**Current Assets:**

Cash and cash equivalents	\$ 380,799
Accounts receivable	418,359
Advances to employees	10,000
Other current assets	4,173
Total current assets	<u>813,331</u>

**Property and Equipment:**

Office equipment	130,120
Less: accumulated depreciation	(130,120)
	<u>-</u>

**Other Assets:**

Rental deposit	<u>43,645</u>
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Total Assets	<u>\$ 856,976</u>
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**LIABILITIES AND STOCKHOLDERS' EQUITY**

**Current Liabilities:**

Accrued expenses and other liabilities	\$ 85,047
	<u>85,047</u>

**Liabilities Subordinated to Claims of General Creditors:**

Subordinated loans from stockholders	<u>200,000</u>
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<b>Total Liabilities</b>	<u>285,047</u>
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**Commitments and Contingencies**

**Stockholders' Equity:**

Common stock, 200 shares authorized, 37.75 shares issued and outstanding, no par value	-
Additional paid in capital	1,065,392
Accumulated deficit	(493,463)
Total Stockholders Equity	<u>571,929</u>

Total Liabilities and Stockholders' Equity	<u>\$ 856,976</u>
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See notes to the Statement of Financial Condition

**GRIFFIN SECURITIES, INC.**  
**NOTES TO STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Griffin Securities, Inc., (the "Company"), is a securities broker-dealer servicing primarily institutional clients.

Revenue Recognition

The Company generates its revenues principally by providing investment banking and advisory services to domestic and international companies. Securities transactions and related expenses are recorded on a trade date basis. All securities transactions are cleared through Cowen Execution Services LLC on a fully disclosed basis.

Use of Estimates

The preparation of the Statement of Financial Condition in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and the disclosure of contingencies in the Statement of Financial Condition. Actual results could differ from the estimates included in the Statement of Financial Condition.

Cash and Cash Equivalents

Cash and cash equivalents include investments in money market funds.

Marketable Securities

Marketable securities are valued at market value with the resulting difference between cost and market included in income.

Concentration of Cash

The Company maintains cash accounts with Citibank, N.A. Deposits held in noninterest-bearing transaction accounts are aggregated with any interest-bearing deposits the owner may hold in the same ownership category, and the combined total is insured up to at least \$250,000.

Accounts Receivable

Accounts receivable are reported at the amount management expects to collect from outstanding balances. Differences between the amount due and the amount management expects to collect are reported in the results of operations of the year in which those differences are determined, with an offsetting entry to a valuation allowance for trade accounts receivable. Balances still outstanding after management has used reasonable collection efforts are written off through a credit to trade accounts receivable.

Bad Debts

It is the policy of management to review outstanding receivables at year end, as well as the bad debt write offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts.

**GRIFFIN SECURITIES, INC.**  
**NOTES TO STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements

The Accounting Standards Codification ("ASC") Topic 820, Fair Value Measurement and Disclosure, defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

In accordance with ASC Topic 820-10-35, the Company groups investments at fair value into three levels based on the markets in which the investments are traded and the reliability of the assumptions used to determine fair value. These levels are:

Basis of Fair Value Measurement

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;
- Level 2 – Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly or indirectly;
- Level 3 – Prices or valuation that require inputs that are significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

At September 30, 2019, the Company has classified all of its securities owned at fair market value of zero and at Level 3 for ASC Topic 820-10-35 purposes.

Property and Equipment

Property and equipment are carried at cost, less accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets ranging from 3 to 5 years.

Income Taxes

The Company is treated as a Subchapter C corporation for tax purposes. The provision for income taxes includes federal income and various state income and franchise taxes currently payable, and those deferred because of temporary differences between the financial statement and tax bases of assets and liabilities. Deferred income taxes result primarily from deductions and income recorded on the financial statements but not yet allowable or reportable for income tax purposes.

The Company uses the asset and liability method to account for deferred income taxes. The asset and liability method requires the recognition of deferred income tax liabilities and assets for the expected future tax consequences of temporary differences between tax bases and financial reporting bases of assets and liabilities. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is not reasonably assured that some portion or all of the deferred tax assets will be realized.

The Company recognizes and measures tax positions taken or expected to be taken in its tax return based on their technical merit and assesses the likelihood that the positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period.

**GRIFFIN SECURITIES, INC.**  
**NOTES TO STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Retirement Plan

The Company maintains a 401(k) retirement plan covering substantially all employees. The Company matches 100% of the first 4% of the active participant's compensation contributed to the plan.

2. OTHER CURRENT ASSETS

Other current assets consisted of the prepaid FINRA fee and prepaid insurance at September 30, 2019.

3. RELATED PARTY TRANSACTIONS

The Company subleases office space from a related party owned by two shareholders.

4. REGULATORY REQUIREMENTS

The Company is subject to the Securities and Exchange Commission'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 September 30, 2019, the Company had net capital of \$295,752, which was \$195,752 in excess of its required net capital of \$100,000. The Company's net capital ratio was 0.29 to 1.

The Company is exempt from the Securities and Exchange Commission's Customer Protection Rule (Rule 15c3-3) under paragraph (k)(2)(ii).

5. INCOME TAXES

During the fiscal years prior to the current year, the Company incurred net operating losses. Such losses were partially offset by gains in the current year. In assessing the realizability of any resulting deferred tax asset, management considers whether it is more likely than not that some portion of the deferred tax asset will not be materialized. The ultimate realization of the deferred tax asset is dependent upon the generation of future taxable income during the periods in which those temporary differences become deductible. Management has determined that a valuation allowance against the deferred tax asset is appropriate in light of the companies operating losses in prior years. However, due to the accumulated losses, the Company has established an approximately \$278,000 state net operating loss carry forward available to offset future taxable income. This carry forward begins expiring in 2037. A previously established carryforward for federal has been fully utilized.

The Company complies with the provisions of Accounting for Uncertainty in Income Taxes (FASB ASC 740-10). Under FASB ASC 740-10, the Company is required to evaluate each of its tax positions to determine if they are more likely than not to be sustained if the taxing authority examines the respective position. The Company has evaluated each of its tax positions and has determined that no additional provision or liability for uncertain income tax positions is necessary.

The Company files income tax returns in the U.S. federal jurisdiction, New York State and New York City. The Company is no longer subject to U.S. federal income tax examination by tax authorities for years before 2015.

**GRIFFIN SECURITIES, INC.**  
**NOTES TO STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

6. LIABILITIES SUBORDINATED TO THE CLAIMS OF GENERAL CREDITORS

The Company has entered into Subordinated Debt Arrangements in the amount of \$200,000. Such arrangement carries a 5% per annum interest rate and matures in the fiscal year ended September 30, 2020.

7. COMMITMENTS AND CONTINGENCIES

The Company sub-leases office space from a related party owned by two shareholders under an operating lease that expires in 2020.

The following is a schedule by year of future minimum lease payments required under the related party lease as of September 30, 2019:

Year ending September 30, 2020	\$ 51,499
	<u>\$ 51,499</u>

8. SUBSEQUENT EVENTS

Subsequent events were evaluated through the date the Statement of Financial Condition was available to be issued, and no such events require disclosure.

