

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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

SEC FILE NUMBER  
8-20225

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 01/01/19 AND ENDING 12/31/19  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Omega Securities, Inc.

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

300 Throckmorton Street, Suite 1450

(No. and Street)

Fort Worth

TX

76102

(City)

(State)

(Zip Code)

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

Tamera Bryant

817-335-5739

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

Mesch, PLLC

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

600 Texas Street

Fort Worth

TX

76102

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

Certified Public Accountant

Public Accountant

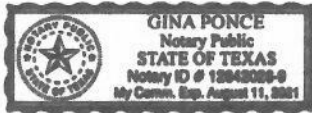
Accountant not resident in United States or any of its possessions.

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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)

OATH OR AFFIRMATION

I, Tamera Bryant, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Omega Securities, Inc. of February 28, 2020, 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:



Gina Ponce
Notary Public

Jamua A. Brown
Signature
Chief Compliance Officer
Title

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

- (a) Facing Page.
(b) Statement of Financial Condition.
(c) Statement of Income (Loss) or, if there is other comprehensive income in the period(s) presented, a Statement of Comprehensive Income (as defined in §210.1-02 of Regulation S-X).
(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).



# OMEGA SECURITIES, INC.

## FINANCIAL STATEMENTS, SUPPLEMENTAL INFORMATION, & INDEPENDENT AUDITOR'S REPORT

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FOR THE YEAR ENDED DECEMBER 31, 2019

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## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

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

### **Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of Omega Securities, Inc. as of December 31, 2019, the related statements of operations, changes in stockholders' equity, 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 Omega Securities, Inc. as of December 31, 2019, 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 of America.

### **Basis of Opinion**

These financial statements are the responsibility of Omega Securities, Inc.'s management. Our responsibility is to express an opinion on Omega Securities, Inc.'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 Omega Securities, Inc. 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.

### **Supplemental Information**

The supplemental information contained in Schedule I - Supplemental Schedules Required by Rule 17A-5 of The Securities and Exchange Commission, Schedule II - Determination of Reserve Requirements Under Rule 15c3-3 of The Securities and Exchange Commission, Schedule III - Information Relating to the Possession or Control Requirements Under Rule 15c3-3 of The Securities and Exchange Commission has been subjected to audit procedures performed in conjunction with the audit of Omega Securities, Inc.'s financial statements. The supplemental information is the responsibility of Omega Securities, Inc.'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 supplemental information contained in Schedule I - Supplemental Schedules Required by Rule 17A-5 of The Securities and Exchange Commission, Schedule II - Determination of Reserve Requirements Under Rule 15c3-3 of The Securities and Exchange Commission, Schedule III - Information Relating to the Possession or Control Requirements Under Rule 15c3-3 of The Securities and Exchange Commission is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Mesa PCC*

We have served as Omega Securities, Inc.'s auditor since 2016.

Fort Worth, Texas  
February 14, 2020

**Omega Securities, Inc.**  
**Statement of Financial Condition**  
**December 31, 2019**

**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 108,160
Receivables, net	55,274
Receivables - other	1,422
Investments	38,224
Prepaid expenses	<u>4,554</u>

**Total current assets** **\$ 207,634**

**Property and Equipment - at cost**

Equipment	45,277
Furniture & fixtures	11,119
Leasehold improvements	<u>25,676</u>
	82,072
Less accumulated depreciation	<u>(81,581)</u>

**Total property and equipment** **491**

**Other Assets**

Deferred tax assets	<u>968</u>
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**Total other assets** **968**

**Total Assets** **\$ 209,093**

**LIABILITIES AND STOCKHOLDERS' EQUITY**

**Current Liabilities**

Accounts payable	\$ 6,370
Sales commission payable	84,974
	<hr/>

**Total current liabilities** **\$ 91,344**

**Total long-term liabilities** **0**

**Total Liabilities** **91,344**

**Stockholders' Equity**

Common stock, 10,000,000 shares authorized, \$.10 par value, 49,998 shares issued and outstanding	5,000
Additional paid-in capital	30,282
Retained earnings	82,467
	<hr/>

**Total Stockholders' Equity** **117,749**

**Total Liabilities and Stockholders' Equity** **\$ 209,093**

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

**Omega Securities, Inc.**  
**Statement of Operations**  
**For The Year Ended December 31, 2019**

<b>Revenue</b>		
Commission revenue	\$ 483,795	
Gain on investments	6,814	
Other revenue	<u>96</u>	
<b>Total Revenue</b>		<b>\$ 490,705</b>
<b>Expenses</b>		
Employee compensation and benefits	349,072	
Occupancy and equipment	60,038	
General operating expenses	44,166	
Technology and communication	6,695	
Miscellaneous	2,488	
Depreciation	<u>1,201</u>	
<b>Total Expenses</b>		<b><u>463,660</u></b>
<b>Income Before Income Taxes</b>		<b>27,045</b>
Provision income taxes		<u>240</u>
<b>Net Income</b>		<b><u><u>\$ 26,805</u></u></b>

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

**Omega Securities, Inc.**  
**Statement of Changes in Stockholders' Equity**  
**For The Year Ended December 31, 2019**

<b>Common Stock</b>			
Beginning and end of year		\$	<b>5,000</b>
 <b>Additional Paid-in Capital</b>			
Beginning and end of year			<b>30,282</b>
 <b>Retained Earnings</b>			
Beginning of year	\$	55,662	
Net income for the year ended December 31, 2019		<u>26,805</u>	
End of Year			<u><b>82,467</b></u>
 <b>Total Stockholders' Equity</b>			 <u><u><b>\$ 117,749</b></u></u>

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

**Omega Securities, Inc.**  
**Statement of Cash Flows**  
**For The Year Ended December 31, 2019**

**Cash Flows from Operating Activities**

Net income	\$	<b>26,805</b>
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	\$	1,201
Realized (gain) on marketable securities		(6,814)
Deferred tax expense		240
(Increase) Decrease in:		
Receivables		14,717
Prepaid expenses		(4,556)
Increase (Decrease) in:		
Accounts payable		69,056
Accrued expenses		(32,719)
Total adjustments		<u><b>41,125</b></u>
Net cash provided by operating activities		<u><b>67,930</b></u>
<b>Net Increase in Cash</b>		<b>67,930</b>
Cash and cash equivalents at beginning of year		<u><b>40,230</b></u>
<b>Cash and cash equivalents at end of year</b>	<b>\$</b>	<u><u><b>108,160</b></u></u>

**Supplemental Disclosures of Cash Flow Information:**

**Cash Paid During the Year for**

Interest	\$	<b>0</b>
Taxes		<u><b>0</b></u>
<b>Total</b>	<b>\$</b>	<u><u><b>0</b></u></u>

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

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 1: Description of Business**

Incorporated on November 11, 1974, Omega Securities, Inc. (the "Company") is a broker/dealer with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority ("FINRA").

The Company operates under the provisions of Paragraph (k)(1) of Rule 15c3-3 of the SEC and, accordingly, is exempt from the remaining provisions of that Rule. The Company must maintain a minimum net capital requirement of \$5,000.

**Note 2: Summary of Significant Accounting Policies**

Basis of accounting

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) which is required by the SEC and FINRA.

Use of estimates

The presentation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and 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.

Cash and cash equivalents

Cash and cash equivalents include investments with maturities at the time of acquisition of three months or less. The Company has not designated any other assets as cash equivalents in determining the net change in cash in the statements of cash flows.

Investments

Investments are recorded at fair value. The increase or decrease in fair value is credited or charged to operations. Realized and unrealized gain on investments of \$(6,814) are reflected in the accompanying Statement of Operations.

Credit risk

The Company maintains deposits at a financial institution which may at times exceed amounts covered by insurance provided by the U.S. Federal Deposit Insurance Corporation ("FDIC"). The Company has not experienced any losses related to amounts in excess of FDIC limits.

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 2: Summary of Significant Accounting Policies (Continued)**

Property and equipment

Property and equipment are stated at cost and depreciated using the straight-line method over their estimated useful lives. The range of estimated lives is as follows:

Equipment	3-5
Furniture & fixtures	5-7
Leasehold improvements	Lesser of useful life or lease term

Expenditures for major additions or improvements, which extend the useful lives of assets, are capitalized. Minor replacements, maintenance and repairs, which do not improve or extend the lives of such assets, are expensed as incurred.

In accordance with Financial Accounting Standards Board (“FASB”) ASC 360-10-45 (Impairment and disposal of long-lived assets), the Company evaluates the propriety of the carrying amount of its long-lived assets at each financial statement date. In the event that facts and circumstances indicate the cost of long-lived assets may be impaired, an evaluation of recoverability would be performed. If an evaluation of impairment is required, the estimated future undiscounted cash flows associated with the asset would be compared to the asset’s carrying amount to determine if a write-down to market value or discounted cash flow value is required. For the year ended December 31, 2019 , the Company did not record any such write-downs.

Income Taxes

The Company records its federal and state tax liabilities in accordance with FASB Accounting Standards Codification Topic 740-10, "Accounting for Income Taxes". The Company uses the liability method of accounting for income taxes that requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been recognized in the Company's financial statements. In estimating future tax consequences, all expected future events are considered other than enactment of changes in the tax law or rates. The Company provides a valuation allowance, if necessary, to reduce deferred tax assets to amounts that are not likely to be realized.

The Company's deferred tax asset represents the tax effects of taxable temporary differences in book and tax reporting. The taxable temporary differences consist of depreciation methods and lives.

Risks and Uncertainties

Securities owned and securities sold, not yet purchased are recorded at fair value and have exposure to market risk, including the volatility of securities markets. Significant changes in the prices of these securities could have a significant impact on the Company's results of operations for any particular year.

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 2: Summary of Significant Accounting Policies (Continued)**

Recent accounting pronouncements

In May 2014, the FASB issued Accounting Standards Update 2014-09, *Revenue from Contracts with Customers (Topic 606)* (“ASU 2014-09”), which impacts virtually all aspects of an entity's revenue recognition. ASU 2014-09 supersedes the revenue recognition requirements in Topic 605, *Revenue Recognition*, as well as most industry-specific guidance, and significantly enhances comparability of revenue recognition practices across entities and industries by providing a principles-based comprehensive framework for addressing revenue recognition issues. In order for a provider of promised goods or services to recognize as revenue the consideration that it expects to receive in exchange for the promised goods or services, the provider should apply the following five steps: (1) identify the contract with a customer(s); (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to the performance obligations in the contract; and (5) recognize revenue when (or as) the entity satisfies a performance obligation. ASU 2014-09 also specifies the accounting for some costs to obtain or fulfill a contract with a customer and provides enhanced disclosure requirements. ASU 2014-09 is effective for annual periods beginning after December 15, 2017. The Company adopted the guidance effective January 1, 2018.

In August 2018, the FASB issued ASU 2018-13, Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement. ASU 2018-13 removes or modifies certain current disclosures and adds additional disclosures. The changes are meant to provide more relevant information regarding valuation techniques and inputs used to arrive at measures of fair value, uncertainty in the fair value measurements, and how changes in fair value measurements impact an entity's performance and cash flows. Certain disclosures in ASU 2018-13 will need to be applied on a retrospective basis and others on a prospective basis. Early adoption is permitted. The Company expects to adopt the provisions of this guidance on January 1, 2020 and is currently evaluating the impact that ASU 2018-13 will have on its related disclosures.

**Note 3: Revenue Recognition**

Significant judgments

Revenue from contracts with customers consists of distribution fees. The recognition and measurement of revenue is based on the assessment of individual contract terms. Significant judgment is required to determine whether performance obligations are satisfied at a point in time or over time; how to allocate transaction prices where multiple performance obligations are identified; when to recognize revenue based on the appropriate measure of the Company’s progress under the contract; and whether constraints on variable consideration should be applied due to uncertain future events.

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 3: Revenue Recognition**

Brokerage Commissions

The Company buys and sells securities on behalf of its customers. Each time a customer enters into a buy or sell transaction, the Company charges a commission. Commissions and related clearing expenses are recorded on the trade date (the date that the Company fills the trade order by finding and contracting with a counterparty and confirms the trade with the customer). The Company believes that the performance obligation is satisfied on the trade date because that is when the underlying financial instrument or purchaser is identified, the pricing is agreed upon and the risks and rewards of ownership have been transferred to/from the customer

Distribution fees (12b-1 fees)

The Company enters into arrangements with managed accounts or other pooled vehicles (funds) to distribute shares to investors. The Company believes that its performance obligation is the sale of securities to investors and as such this is fulfilled on the trade date. Any fixed amounts are recognized on the trade date, and variable amounts are recognized to the extent it is probable that a significant revenue reversal will not occur once the uncertainty is resolved. For variable amounts, as the uncertainty is dependent on the value of the shares at future points in time as well as the length of time the investor remains in the fund, both of which are highly susceptible to factors outside the Company's influence, the Company does not believe that it can overcome this constraint until the market value of the fund and the investor activities are known, which are usually monthly or quarterly. Distribution fees recognized in the current period are primarily related to performance obligations that have been satisfied in prior periods.

**Note 4: Fair Value Measurement**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable input (Level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows.

Level 1      Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2      Measured based upon inputs that are observable, either directly or indirectly, for the asset or liability other than quoted market prices included in Level 1.

Level 3      Measured based on unobservable inputs for the asset or liability for which there is little, if any, market activity for the asset or liability at the measurement date.

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 4: Fair Value Measurement (Continued)**

As required by ASC 820-10, financial assets and liabilities are classified based on the lowest level of input that is significant to the fair value measurement. The Company’s assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the valuation of the fair value of assets and liabilities and their placement within the fair value hierarchy levels.

The following is a description of the valuation methodology used for the assets measured at fair value as of December 31, 2019:

Mutual fund – Valued at the closing price reported on the active market on the last trade of each day.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. The Company believes its valuation methods are appropriate and consistent with other market participants; even so, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table summarizes the valuation of the Company’s investments by ASC 820-10 pricing levels at December 31, 2019:

	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 38,224	\$ 0	\$ 0	\$ 38,224
Total investments at fair value				<u>\$ 38,224</u>

**Note 5: Property and Equipment, Net**

Depreciation expense was \$1,201 for the year ended December 31, 2019 and is included in the accompanying Statement of Operations.

**Note 6: Related Party Transactions**

The Company shares general expenses with an entity owned and operated by the officers of the Company. During the year ended December 31, 2019, the Company received payments totaling \$160,000 in expense reimbursements, and are recorded as a reduction in compensation and general operating expenses in the accompanying financial statements.

The Company pays rent on month by month basis to related entity. For the year ended December 31, 2019, total rent expense was \$60,000 and is included in Occupancy and Equipment in the accompanying Statement of Operations.

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 7: Net Capital Requirements**

The Company is subject to the SEC 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 certain limits. As of December 31, 2019, the Company was in compliance with both their minimum net capital and ratio of aggregate indebtedness requirements.

**Note 8: Employee Retirement Plan**

The Company has a salary reduction/profit sharing plan under the provisions of Section 401(k) of the Internal Revenue Code. The plan covers all employees who have completed 1,000 hours of service and are at least 21 years of age. Each year, participants may elect to defer a portion of their pretax annual compensation, as defined in the plan, up to the maximum amount allowed by the Internal Revenue Code. The Company contributes 100% of employee deferrals up to the first 3% of the employee's eligible compensation and 50% of the deferral on the next 2% of eligible compensation. During 2019, the Company transferred its payroll processing including 401(k) contributions over to a related entity and therefore, no contribution accrual was made for the year ended December 31, 2019.

**Note 9: Income Taxes**

The provisions for income taxes is as follows for the year ended December 31, 2019:

Federal	
Current tax expense	\$ 0
Deferred tax expense	240
Total federal tax expense	<u>240</u>
State	
Current tax expense	<u>0</u>
<b>Total provision for income taxes</b>	<b><u><u>\$ 240</u></u></b>

The components of deferred tax assets and liabilities for December 31, 2019 were as follows:

Deferred tax assets:	
Depreciation and amortization	\$ 968
Federal NOL carryforward	64,120
Gross deferred tax assets	<u>65,088</u>
Valuation allowance	<u>(64,120)</u>
<b>Net deferred tax assets</b>	<b><u><u>\$ 968</u></u></b>

**Omega Securities, Inc.**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 9: Income Taxes (Continued)**

For the year ended December 31, 2019, the Company has loss carryforwards totaling \$305,332 that will be used to offset future taxable income. If not used, the carryforward will expire on December 31, 2038. The Company has recorded a valuation allowance equal the deferred tax benefit from carryforwards of net operating losses. The net change in the valuation allowance amounted to an decrease of the allowance of approximately \$4,000.

The Company accounts for uncertainty in income taxes in accordance with FASB ASC 740-10, which prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return.

The Company files income tax returns in the U.S. federal jurisdiction and state of Texas. The Company is no longer subject to U.S. federal income tax examinations by tax authorities for years before 2016 or subject to Texas franchise tax examinations for years before 2014.

The Company did not have unrecognized tax benefits as of December 31, 2019 and does not expect this to change significantly over the next 12 months. The Company recognizes interest and penalties accrued on any unrecognized tax benefits as a component of income tax expense in accordance with ASC 740-10-25. As of December 31, 2019, the Company has not accrued interest or penalties related to uncertain tax positions.

**Note 10: Subordinated Liabilities**

There were no liabilities which were subordinated to the claims of general creditors at December 31, 2019.

**Note 11: Subsequent Events**

Management evaluated subsequent events through the date the financial statements were available for issue, February 14, 2020. There were no material subsequent events that need to be disclosed to keep the financial statements from being misleading.

**Omega Securities, Inc.**  
**Schedule I - Supplemental Schedules Required by Rule 17A-5**  
**Of The Securities and Exchange Commission**  
**As of December 31, 2019**

**Computation of Net Capital:**

Total stockholders' equity	\$	117,749
Add: subordinated liabilities		<u>0</u>
 Total capital and allowable subordinated liabilities	 \$	 117,749
 Deductions and/or charges:		
Non-allowable assets		<u>(7,459)</u>
 Net capital before haircuts on securities positions		 110,290
 Haircut on securities		 <u>(5,410)</u>
 <b>Net Capital</b>	 <b>\$</b>	 <b><u><u>104,880</u></u></b>

**Computation of Basic Net Capital Requirement**

Minimum net capital required - 6.67% of aggregate indebtedness	\$	<u><u>6,093</u></u>
 Minimum dollar net capital requirement of reporting broker or dealer	 \$	 <u><u>5,000</u></u>
 Excess net capital	 \$	 <u><u>98,787</u></u>
 Net capital less greater of 10% of aggregate indebtedness or 120% of minimum net capital requirement	 \$	 <u><u>95,746</u></u>

See independent auditor's report on supplemental schedule.

**Omega Securities, Inc.**  
**Schedule I - Computation of Net Capital Under Rule 15c3-1 of The**  
**Securities and Exchange Commission (Continued)**  
**As of December 31, 2019**

**Computation of Aggregate Indebtedness**

Total liabilities	\$	91,344
Less: exclusions		0
Aggregated Indebtedness	\$	91,344
Percentage of aggregate indebtedness to net capital		87.09%

**Reconciliation with Company's Allowable Net Capital**

Net allowable capital, as reported in Company's unaudited Focus Report	\$	110,290
Audit adjustments		0
<b>Adjusted net allowable capital, per audited financial statements</b>	<b>\$</b>	<b>110,290</b>

There is no material difference in the above computation and the Company's net capital, as reported in Company's Part IIA (unaudited) FOCUS report as of December 31, 2019.

See independent auditor's report on supplemental schedule.

**Omega Securities, Inc.**  
**Schedules II and III**  
**December 31, 2019**

**Schedule II – Computation For Determination of Reserve Requirements**  
**Under Rule 15c3-3 Of The Securities and Exchange Commission**

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 pursuant to paragraph (k)(1) of the Rule.

**Schedule III – Information Relating to The Possession or Control Requirements**  
**Under Rule 15c3-3 Of The Securities and Exchange Commission**

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 pursuant to paragraph (k)(1) of the Rule.



## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

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

We have reviewed management's statements, included in the accompanying Omega Securities, Inc.'s Exemption Report, in which (1) Omega Securities, Inc. identified the following provisions of 17 C.F.R. §15c3-3(k) under which Omega Securities, Inc. claimed an exemption from 17 C.F.R. §240.15c3-3: (k)(1) (exemption provisions) and (2) Omega Securities, Inc. stated that Omega Securities, Inc. met the identified exemption provisions throughout the most recent fiscal year without exception. Omega Securities, Inc.'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 Omega Securities, Inc.'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)(1) of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Mesa P.C.*

Fort Worth, Texas  
February 14, 2020



### **Omega Securities Inc.'s Assertion**

Omega Securities, Inc. (the Company) is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. §240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

1. The Company claimed an exemption from 17 C.F.R. §240.15c3-3 under the following provisions of 17 C.F.R. §240.15c3-3 (k)(1).
2. The Company met the identified exemption provisions in 17 C.F.R. §240.15c3-3 (k)(1) throughout the most recent fiscal year without exception.

Omega Securities, Inc.

I, Tamera Bryant, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

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Tammy Bryant, Chief Compliance Officer

February 14, 2020



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON  
APPLYING AGREED-UPON PROCEDURES**

Board of Directors and Stockholders of Omega Securities, Inc.

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and with the SIPC Series 600 Rules, we have performed the procedures enumerated below, which were agreed to by Omega Securities, Inc. and the Securities Investor Protection Corporation (SIPC) with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of Omega Securities, Inc. for the year ended December 31, 2019, solely to assist you and SIPC in evaluating Omega Securities, Inc.'s compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Omega Securities, Inc.'s management is responsible for Omega Securities, Inc.'s compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed, and our findings are as follows:

- 1) Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records, noting no differences;
- 2) Compared the Total Revenue amount reported on the Annual Audited Report Form X-17A-5 Part III for the year ended December 31, 2019 with the Total Revenue amount reported in Form SIPC-7 for the year ended December 31, 2019, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
- 4) Recalculated the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences; and
- 5) Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the applicable instructions of the Form SIPC-7. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

*Mesa PCC*

Fort Worth, Texas  
February 14, 2020