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Information Required Pursuant to Rules 17a-5, 17a-12, and 18a-7 under the Securities Exchange Act of 1934

FILING FOR THE PERIOD BEGINNING 01/01/2021 AND ENDING 12/31/2021  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: Accrued Equities, Inc.

TYPE OF REGISTRANT (check all applicable boxes):

- Broker-dealer
- Security-based swap dealer
- Major security-based swap participant
- Check here if respondent is also an OTC derivatives dealer

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use a P.O. box no.)

150 Broadhollow Road, Suite PH 02

(No. and Street)

Melville

New York

11747-4905

(City)

(State)

(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Murray D. Rosenblith

631 423-7373

murray@newalternativesfund.com

(Name)

(Area Code - Telephone Number)

(Email Address)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose reports are contained in this filing\*

NawrockiSmith LLP

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

100 Motor Parkway, Suite 580

Hauppauge

New York

11788

(Address)

(City)

(State)

(Zip Code)

03/04/2009

3370

(Date of Registration with PCAOB)(if applicable)

(PCAOB Registration Number, if applicable)

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\* Claims for exemption from the requirement that the annual reports be covered by the reports of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis of the exemption. See 17 CFR 240.17a-5(e)(1)(ii), if applicable.

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RMS

OATH OR AFFIRMATION

I, Murray D. Rosenblith, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of Accrued Equities, Inc., as of December 31, 2021, is true and correct. I further swear (or affirm) that neither the company nor any partner, officer, director, or equivalent person, as the case may be, has any proprietary interest in any account classified solely as that of a customer.

Signature: [Handwritten Signature]
Title: Vice President

[Handwritten Signature]

Notary Public

STEVEN BANTZ
NOTARY PUBLIC, STATE OF NEW YORK
NO. 02BA4619292
QUALIFIED IN NASSAU COUNTY
COMMISSION EXPIRES
DECEMBER 31, 2025

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

- (a) Statement of financial condition.
(b) Notes to consolidated 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...
(d) Statement of cash flows.
(e) Statement of changes in stockholders' or partners' or sole proprietor's equity.
(f) Statement of changes in liabilities subordinated to claims of creditors.
(g) Notes to consolidated financial statements.
(h) Computation of net capital under 17 CFR 240.15c3-1 or 17 CFR 240.18a-1, as applicable.
(i) Computation of tangible net worth under 17 CFR 240.18a-2.
(j) Computation for determination of customer reserve requirements pursuant to Exhibit A to 17 CFR 240.15c3-3.
(k) Computation for determination of security-based swap reserve requirements pursuant to Exhibit B to 17 CFR 240.15c3-3 or Exhibit A to 17 CFR 240.18a-4, as applicable.
(l) Computation for Determination of PAB Requirements under Exhibit A to § 240.15c3-3.
(m) Information relating to possession or control requirements for customers under 17 CFR 240.15c3-3.
(n) Information relating to possession or control requirements for security-based swap customers under 17 CFR 240.15c3-3(p)(2) or 17 CFR 240.18a-4, as applicable.
(o) Reconciliations, including appropriate explanations, of the FOCUS Report with computation of net capital or tangible net worth under 17 CFR 240.15c3-1, 17 CFR 240.18a-1, or 17 CFR 240.18a-2, as applicable, and the reserve requirements under 17 CFR 240.15c3-3 or 17 CFR 240.18a-4, as applicable, if material differences exist, or a statement that no material differences exist.
(p) Summary of financial data for subsidiaries not consolidated in the statement of financial condition.
(q) Oath or affirmation in accordance with 17 CFR 240.17a-5, 17 CFR 240.17a-12, or 17 CFR 240.18a-7, as applicable.
(r) Compliance report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(s) Exemption report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(t) Independent public accountant's report based on an examination of the statement of financial condition.
(u) Independent public accountant's report based on an examination of the financial report or financial statements under 17 CFR 240.17a-5, 17 CFR 240.18a-7, or 17 CFR 240.17a-12, as applicable.
(v) Independent public accountant's report based on an examination of certain statements in the compliance report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(w) Independent public accountant's report based on a review of the exemption report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(x) Supplemental reports on applying agreed-upon procedures, in accordance with 17 CFR 240.15c3-1e or 17 CFR 240.17a-12, as applicable.
(y) Report describing any material inadequacies found to exist or found to have existed since the date of the previous audit, or a statement that no material inadequacies exist, under 17 CFR 240.17a-12(k).
(z) Other:

\*\*To request confidential treatment of certain portions of this filing, see 17 CFR 240.17a-5(e)(3) or 17 CFR 240.18a-7(d)(2), as applicable.



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

To the Stockholder of  
Accrued Equities, Inc.:

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

We have audited the accompanying statement of financial condition of Accrued Equities, Inc. (the "Company") as of December 31, 2021, the related statements of income, changes in stockholders' equity, changes in liabilities subordinated to the 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 Accrued Equities, Inc. as of December 31, 2021, 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 for Opinion**

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

### **Auditor's Report on Supplemental Information**

The information contained in Schedules I and II have been subjected to audit procedures performed in conjunction with the audit of Accrued Equities, Inc.'s financial statements. The supplemental information is the responsibility of Accrued Equities, 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 is fairly stated, in all material respects, in relation to the financial statements as a whole.

We have served as Accrued Equities, Inc.'s auditor since 2010.

Hauppauge, New York  
February 25, 2022

*Nawrocki Smith LLP*

**ACCRUED EQUITIES, INC.**  
**Statement of Financial Condition**  
**As of December 31, 2021**

**Assets**

Cash	\$ 537,642
Securities owned:	
Marketable, at market value	183,809
Fixed assets:	
Furniture and fixtures, net of accumulated depreciation of \$10,597	1,773
Equipment, net of accumulated depreciation of \$34,213	15,503
Accounts receivable	204,641
Prepaid taxes	10,428
Rent security	2,484
Total assets	<u>\$ 956,280</u>

**Liabilities and Stockholders' Equity**

Liabilities:	
Accounts payable and accrued expenses	\$ 22,946
Payroll taxes payable	210
Taxes payable (deferred taxes of \$33,525)	37,353
Total liabilities	<u>60,509</u>
Stockholders' equity:	
Common stock, no-par value, authorized 200 shares issued, 200 shares outstanding	40,696
Retained earnings	713,760
Accumulated other comprehensive income	141,315
Total stockholders' equity	<u>895,771</u>
Total liabilities and stockholders' equity	<u>\$ 956,280</u>

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

**ACCRUED EQUITIES, INC.**  
**Statement of Comprehensive Income**  
**For the Year Ended December 31, 2021**

<b>Revenues:</b>	
Investment advisory fees	\$ 2,464,166
Underwriting	98,622
Commissions	49,696
Dividends	6,830
12b-1 Fees	4,762
Sale of portfolio securities	(327)
Reimbursement prior year expense	27,499
Interest	<u>71</u>
<b>Total revenues</b>	<b><u>2,651,319</u></b>
<b>Expenses:</b>	
Regulatory fees and expenses	17,318
<b>Other expenses:</b>	
Compensation and benefits - officers	\$1,928,958
Compensation and benefits - employees	296,728
Accounting and auditing	107,646
Administration/management fees	60,000
Distribution service fee	100,926
Rent	44,018
Underwriting	37,078
Postage, dues, supplies and subscriptions	21,058
Advertising, promotion & marketing	13,696
Technology and communications	9,687
Insurance and bond	15,924
Depreciation/amortization	4,703
Miscellaneous and bank charges	2,785
Seminars, conferences, licenses & CPE	464
Printing	<u>33</u>
<b>Total other expenses</b>	<b><u>\$2,643,704</u></b>
<b>Total expenses</b>	<b><u>2,661,022</u></b>
<b>Income before income taxes</b>	<b>(9,703)</b>
<b>Provision for income taxes</b>	
(Includes deferred income taxes of -\$3,625)	<u>(1,902)</u>
<b>Net Income (loss)</b>	<b><u>\$ (7,801)</u></b>
<b>Other comprehensive income</b>	<b><u>\$ 15,985</u></b>
<b>Comprehensive Income</b>	<b><u>\$ 8,184</u></b>

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

**ACCRUED EQUITIES, INC.**  
**Statement of Changes in Stockholders' Equity**  
**For the Year Ended December 31, 2021**

	<u>Capital Stock</u> <u>Common</u>			<u>Accumulated</u> <u>Other</u> <u>Comprehensive</u> <u>Income</u>	<u>Total</u> <u>Stockholders'</u> <u>Equity</u>
	<u>Shares</u>	<u>Amount</u>	<u>Retained</u> <u>Earnings</u>		
Balances at January 1, 2021	200	\$ 40,696	\$ 721,561	\$ 125,330	\$ 887,587
Net income (loss)	-	-	(7,801)	-	(7,801)
Other Comprehensive Income	-	-	-	15,985	15,985
Balances at December 31, 2021	<u>200</u>	<u>\$ 40,696</u>	<u>\$ 713,760</u>	<u>\$ 141,315</u>	<u>\$ 895,771</u>

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

**ACCRUED EQUITIES, INC.**  
**Statement of Changes in Liabilities Subordinated to Claims of General Creditors**  
**For the Year Ended December 31, 2021**

Subordinated borrowings at January 1, 2021	\$0
Increases:	0
Decreases:	<u>0</u>
Subordinated borrowings at December 31, 2021	<u><u>\$0</u></u>

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

**ACCRUED EQUITIES, INC.**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2021**

**Cash Flows From Operating Activities**

Comprehensive Income	<u>\$8,184</u>
Adjustments to reconcile net cash used by operating activities	
Depreciation and amortization	4,703
(Increase) decrease in operating assets:	
Accounts receivable	(22,269)
Securities segregated under federal and other regulations	(15,985)
Prepaid taxes	(4,952)
Increase (decrease) in operating liabilities:	
Payables to non-customers	7,893
Taxes and deferred taxes payable	<u>(8,464)</u>
 Total adjustments	 <u>(39,074)</u>
 Net cash used by operating activities	 <u>(30,890)</u>
 Decrease in cash	 (30,890)
Cash at beginning of year	<u>568,532</u>
Cash at end of year	<u><u>\$537,642</u></u>
 Supplemental cash flow disclosure:	
Income tax payments	<u><u>\$10,428</u></u>

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

**Accrued Equities, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2021**

**1. Organization and Nature of Business:**

Accrued Equities, Inc. (The Company) is a Broker-Dealer registered with the Securities and Exchange Commission and a member of the Financial Industry Regulatory Authority (FINRA). The Company is an Investment Advisor for a mutual fund.

The Company is a New York Corporation and has 200 shares of no-par value common stock issued and outstanding. There is no stated value. The U.S. dollar (\$) is the functional currency of the Company.

**2. Significant Accounting Policies:**

**Investment Advisory Income:**

Investment advisory fees are received from a mutual fund for which the Company provides advisory services. Fees are received monthly.

**Distribution and Underwriters Income:**

The Company receives commission income from a mutual fund for sub-distribution services to the Fund. Fees are received semi-monthly. Co-underwriting and 12b-1 fees are earned via offset for certain expenses of the advisor.

**Income Taxes:**

The Company is an accrual basis regular corporation. The Company records deferred taxes payable based on the unrealized gains or losses in marketable securities in accordance with FASB Accounting Standards Codification ("ASC") 740, Income Taxes.

**Depreciation:**

Fixed assets are carried at cost less accumulated depreciation. Depreciation is computed using various methods, based upon the estimated useful life and salvage value of the asset. The policy of the Company is to capitalize fixed asset acquisitions of \$5,000 or greater. An extended warranty on a fixed asset is included in fixed assets and is amortized straight line over the life of the warranty.

**Statement of Cash Flows:**

For purposes of the Statement of Cash Flows, the Company has defined cash as cash in bank(s).

**Use of Estimates:**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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.

**Accrued Equities, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2021**  
**(Continued)**

**Fair Value Measurement:**

FASB Accounting Standards Codification ("ASC") 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques. 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. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach as specified by FASB ASC 820 are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

- Level 1      Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date.
- Level 2      Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3      Unobservable inputs for the asset or liability.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

**Cash and cash equivalents -**

The carrying amounts reported on the Statement of Financial Condition for cash and cash equivalents approximate those assets' fair values.

**Equity securities -**

The fair value of the Company's securities is determined by the quoted market price in active markets.

**Accrued Equities, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2021**  
**(Continued)**

The following is a summary of the inputs used as of December 31, 2021 in valuing the Company's assets carried at fair value:

	<u>Investments In Securities</u>
Level 1	\$ 183,809
Level 2	-
Level 3	-
	<hr/>
	<u>\$ 183,809</u>

As of December 31, 2021, the Company did not possess any Level 2 or 3 type of assets.

There were no transfers between any levels during the year 2021.

**3. Equity:**

There was no difference between net capital computation computed by the Company and the audited report. See Schedule I.

**4. Related Party Transactions:**

The Company has transactions with its president and a shareholder of Schoenwald & Schoenwald PC. The Company pays management and administrative services-although not at arms length, it is considered to be fair by the Company. The total payments for 2021 were \$60,000. The balance due to the law firm at December 31, 2021 was \$0. In addition, the Company and a mutual fund, New Alternatives Fund, share facilities with the office. Disbursements for a shared expense, insurance, are made on a basis, which is the opinion of the insurance agent and approved by the Board of Trustees of New Alternatives Fund.

**5. Transactions with Affiliates:**

Accrued Equities, Inc. is the investment advisor, the co-underwriter and a sub-distributor for a mutual fund, New Alternatives Fund. David J. Schoenwald is the President and Director of Accrued Equities, Inc. and an officer of the Fund. Murray D. Rosenblith is the Vice President and Secretary of Accrued Equities, Inc. and an officer of the Fund.

**6. Market Concentrations:**

The Company earns substantially all of its income from one mutual fund client.

**Accrued Equities, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2021**  
**(Continued)**

**7. Lease Commitments:**

The Company accounts for its lease under FASB ASC 842.

The Company is contractually obligated for an operating lease for office space.

Rent expense for the year ended December 31, 2021 was \$44,018.

The Company entered into a lease extension for office space effective July 2021. The lease term is for one year.

The minimum lease commitments are as follows:

	Rent
2022	<u>\$ 21,312</u>

**8. Net Capital Requirements:**

The Company is subject to the Securities and Exchange Commission Net Capital Rule (SEC 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, 2021, the Company had net capital of \$838,012 which was \$833,012 in excess of its required net capital of \$5,000. The end of the year capital ratio was 1 to 31.06 at December 31, 2021.

**9. Income Taxes:**

The current and deferred portions of Income Tax Expense included in the Statement of Income.

	<u>Current</u>	<u>Deferred</u>	<u>Total</u>
Federal	\$ 0	\$ -2,550	\$ -2,550
State and Local	<u>1,723</u>	<u>-1,075</u>	<u>648</u>
Total	<u>\$1,723</u>	<u>\$ -3,625</u>	<u>\$ -1,902</u>

There were no substantial differences between expected income tax expense and the Company's income tax expense as reported in the Financial Statements.

There are no tax positions that the Company has taken on federal income tax returns (current and prior three years) that require disclosure. The Company's federal and state income tax returns for the tax years for which applicable statutes of limitation have not expired are subject to examination by the Internal Revenue Service and New York State.

**Accrued Equities, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended December 31, 2021**  
**(Continued)**

**10. Concentration of Credit Risk:**

The Company maintains its cash in deposit accounts with a bank and Broker Dealer which at times could exceed federally insured limits. At December 31, 2021 the Company had \$0 in balances in excess of insured limits. The Company has not experienced any losses in any such accounts.

The Company has one client, a mutual fund. A failure to pay or failure of the Fund could have a severe impact on the Company.

**11. Subsequent Events:**

The Company has evaluated subsequent events through February 25, 2022, which is the date these financial statements were available to be issued. No events have occurred subsequent to the Statement of Financial Condition date through February 25, 2022 that would require adjustment or disclosure in the financial statements.

## Schedule I

### Accrued Equities, Inc. Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission For the Year Ended December 31, 2021

Total capital		\$	895,771
			<u>895,771</u>
Deductions and/or charges:			
Nonallowable assets:			
Fixed assets, net	\$	17,276	
Prepaid taxes		10,428	
Other assets		<u>2,484</u>	<u>30,188</u>
Other deductions and/or charges			
Net capital before haircuts on securities positions (tentative net capital)			865,583
Haircut on securities			
Stocks		27,571	
Undue concentration		<u>-</u>	<u>27,571</u>
Net capital		\$	<u>838,012</u>
Aggregate indebtedness			
Items included in Statement of Financial Condition:			
Other accounts payable and accrued expenses		\$	<u>26,984</u>
Total aggregate indebtedness		\$	<u>26,984</u>
Computation of basic net capital requirement			
Minimum net capital required:			
Company		\$	<u>1,799</u>
Total		\$	<u>1,799</u>
Minimum dollar net capital requirement		\$	<u>5,000</u>
Excess net capital		\$	<u>833,012</u>
Ratio: Aggregate indebtedness to net capital			<u>1:31.06</u>

There was no difference between net capital computation computed above and the computation in the Company's corresponding unaudited Form X-17A-5 Part IIA filing.

**SCHEDULE II**

**Accrued Equities, Inc.  
Computation For Determination of Reserve Requirements  
Under Rule 15c3-3 of the Securities and Exchange Commission  
For the Year Ended December 31, 2021**

The Company is exempt from SEC Rule 15c3-3 under subparagraph (k)(2)(i) because it does not carry securities accounts for customers or perform custodial functions relating to customer securities.



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Stockholder of  
Accrued Equities, Inc.:

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

The Company is also filing this Exemption Report because the Company's other business activities contemplated by Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 are limited to proprietary trading. In addition, the Company did not directly or indirectly receive, hold, or otherwise owe funds or securities for or to customers; did not carry accounts of or for customers; and did not carry PAB accounts (as defined in Rule 15c3-3) throughout the most recent fiscal year without exception.

Accrued Equities, 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 Accrued Equities, 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)(2)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934 and the Company's other business activities contemplated by Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5, and related SEC Staff Frequently Asked Questions.

Hauppauge, New York  
February 25, 2022

*Nawrocki Smith LLP*

**Accrued Equities, Inc.'s  
Exemption Report**

Accrued Equities, 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:

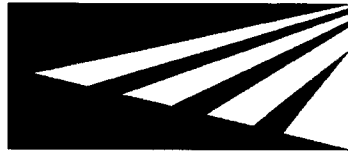
- (1) The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. §240.15c3-3 (k)(2)(i).
- (2) The Company met the identified exemption provisions in 17 C.F.R. §240.15c3-3 (k)(i) throughout the most recent fiscal year without exception.
- (3) The Company is also filing this Exemption Report because the Company's other business activities contemplated by Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 are limited to: proprietary trading; and the Company (1) did not directly or indirectly receive, hold, or otherwise owe funds or securities for or to customers, (other than money or other consideration received and promptly transmitted in compliance with paragraph (a) or (b)(2) of Rule 15c2-4 and/or funds received and promptly transmitted for effecting transactions via subscriptions on a subscription way basis where the funds are payable to the issuer or its agent and not to the Company); (2) did not carry accounts of or for customers; and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the most recent fiscal year without exception.

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

By: Murray Rosenblith

Title: Vice President

February 25, 2022



**NawrockiSmith**  
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON  
APPLYING AGREED-UPON PROCEDURES RELATED TO AN ENTITY'S CLAIM FOR  
EXCLUSION FROM MEMBERSHIP IN SIPC**

To the Stockholder of  
Accrued Equities, Inc.:

We have performed the procedures included in Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and in the Securities Investor Protection Corporation (SIPC) Series 600 Rules, which are enumerated below, on the accompanying Certification of Exclusion From Membership (Form SIPC-3) for the year ended December 31, 2021. Management of Accrued Equities, Inc. (the Company) is responsible for its Form SIPC-3 and for its compliance with the applicable instructions on Form SIPC-3.

Management of the Company has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of assisting you and SIPC in evaluating the Company's compliance with the exclusion requirements from membership in SIPC under section 78ccc(a)(2)(A) of the Securities Investor Protection Act of 1970 for the year ended December 31, 2021, as noted on the accompanying Form SIPC-3. Additionally, SIPC has agreed to and acknowledged that the procedures performed are appropriate for their intended purpose. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes. 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 Total amount included in the accompanying Schedule of Form SIPC-3 Revenues prepared by the Company for the year ended December 31, 2021 to the total revenues in the Company's audited financial statements included on Annual Audited Report Form X-17A-5 Part III for the year ended December 31, 2021, noting no differences;
- 2) Compared the amount in each revenue classification reported in the Schedule of Form SIPC-3 Revenues prepared by the Company for the year ended December 31, 2021 to supporting schedules and other source documents, noting no differences;
- 3) Recalculated the arithmetical accuracy of the Total Revenues amount reflected in the Schedule of Form SIPC-3 Revenues prepared by the Company for the year ended December 31, 2021 and in the related supporting schedules and other source documents, noting no differences.

We were engaged by the Company to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA and in accordance with the standards of the Public Company Accounting Oversight Board (United States). We were not engaged to and did not conduct an examination or a review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Company's Form SIPC-3 and for its compliance with the applicable instructions on Form SIPC-3 for the year ended December 31, 2021. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Company and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

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

Hauppauge, New York  
February 25, 2022

*Nawrocki Smith LLP*

Securities Investor Protection Corporation  
1667 K Street NW, Ste 1000  
Washington, DC 20006-1620

Forwarding and Address Correction Requested

SIPC-3 2022

8-

8-17356 FINRA DEC 11/26/1972  
ACCRUED EQUITIES, INC.  
150 BROADHOLLOW RD STE PH 02  
MELVILLE, NY 11747

Check appropriate boxes.	
<input type="checkbox"/>	(i) its principal business, in the determination of SIPC, taking into account business of affiliated entities, is conducted outside the United States and its territories and possessions;*
<input checked="" type="checkbox"/>	(ii) its business as a broker-dealer is expected to consist exclusively of:
<input checked="" type="checkbox"/>	(I) the distribution of shares of registered open end investment companies or unit investment trusts;
<input type="checkbox"/>	(II) the sale of variable annuities;
<input type="checkbox"/>	(III) the business of insurance;
<input checked="" type="checkbox"/>	(IV) the business of rendering investment advisory services to one or more registered investment companies or insurance company separate accounts;
<input type="checkbox"/>	(iii) it is registered pursuant to 15 U.S.C. 78o(b)(1)(A) as a broker-dealer with respect to transactions in securities futures products;
Pursuant to the terms of this form (detailed below).	
<i>Murray K. Bant</i>	Secretary 02/11/2022
Authorized Signature/Title	Date

Securities Investor Protection Corporation  
1667 K Street NW, Ste 1000  
Washington, DC 20006-1620

### Form SIPC-3

FY 2022

#### Certification of Exclusion From Membership.

TO BE FILED BY A BROKER-DEALER WHO CLAIMS EXCLUSION FROM MEMBERSHIP IN THE SECURITIES INVESTOR PROTECTION CORPORATION ("SIPC") UNDER SECTION 78ccc(a)(2)(A) OF THE SECURITIES INVESTOR PROTECTION ACT OF 1970 ("SIPA").

The above broker-dealer certifies that during the fiscal year ending 12/31/22 its business as a broker-dealer is expected to consist exclusively of one or more of the following (check appropriate boxes):

- (i) its principal business, in the determination of SIPC, taking into account business of affiliated entities, is conducted outside the United States and its territories and possessions;\*
- (ii) its business as a broker-dealer is expected to consist exclusively of:
  - (I) the distribution of shares of registered open end investment companies or unit investment trusts;
  - (II) the sale of variable annuities;
  - (III) the business of insurance;
  - (IV) the business of rendering investment advisory services to one or more registered investment companies or insurance company separate accounts;
- (iii) it is registered pursuant to 15 U.S.C. 78o(b)(1)(A) as a broker-dealer with respect to transactions in securities futures products;

and that, therefore, under section 78ccc(a)(2)(A) of SIPA it is excluded from membership in SIPC.

\*If you have any questions concerning the foreign exclusion provision please contact SIPC via telephone at 202-371-8300 or e-mail at asksipc@sipc.org to request a foreign exclusion questionnaire.

The following bylaw was adopted by the Board of Directors:

#### Interest on Assessments.

... If any broker or dealer has incorrectly filed a claim for exclusion from membership in the Corporation, such broker or dealer shall pay, in addition to all assessments due, interest at the rate of 20% per annum of the unpaid assessment for each day it has not been paid since the date on which it should have been paid.

In the event of any subsequent change in the business of the undersigned broker-dealer that would terminate such broker-dealer's exclusion from membership in SIPC pursuant to section 78ccc(a)(2)(A) of the SIPA, the undersigned broker-dealer will immediately give SIPC written notice thereof and make payment of all assessments thereafter required under section 78ddd(c) of the SIPA.

Sign, date and return this form no later than 30 days after the beginning of the fiscal year, using the enclosed return envelope.

Retain a copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.