

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

**ANNUAL REPORTS  
FORM X-17A-5  
PART III**

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**FACING PAGE**

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

FILING FOR THE PERIOD BEGINNING 10/01/21 AND ENDING 09/30/22  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF FIRM: GQR Securities, LLC.

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.)

500 W Putnam Ave, Suite 400

(No. and Street)

Greenwich

CT

06830

(City)

(State)

(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Michele Silvestro                      (212) 668-8700                      msilvestro@acisecure.com  
(Name)                                      (Area Code – Telephone Number)                      (Email Address)

**B. ACCOUNTANT IDENTIFICATION**

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

Nawrocki Smith LLP

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

100 Motor Parkway, Suite 580 Hauppauge

NY

11788

(Address)

(City)

(State)

(Zip Code)

03/04/09

3370

(Date of Registration with PCAOB)(if applicable)

(PCAOB Registration Number, if applicable)

**FOR OFFICIAL USE ONLY**

\* 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.

Persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, Gene Reilly, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of GQR Securities, LLC, as of September 30, 2022, 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.

12/8/2022

  
Notary Public

Signature: \_\_\_\_\_



Title: \_\_\_\_\_

CEO  
\_\_\_\_\_

**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 (as defined in § 210.1-02 of Regulation S-X).
- (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.

# **GQR Securities LLC**

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**Report on Audit of Financial Statements  
and Supplementary Information**

**As of and for the Year Ended September 30, 2022**

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**GQR Securities LLC**

As of and for the Year Ended September 30, 2022

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**NawrockiSmith**

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Member of  
GQR Securities LLC:

**Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of GQR Securities LLC (the "Company") as of September 30, 2022, the related statements of operations, changes in member's equity, and cash flows for 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 GQR Securities LLC as of September 30, 2022, 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 GQR Securities LLC's management. Our responsibility is to express an opinion on GQR Securities LLC'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 GQR Securities LLC 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 supplemental information contained in Schedule I has been subjected to audit procedures performed in conjunction with the audit of GQR Securities LLC's financial statements. The supplemental information is the responsibility of GQR Securities LLC'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 GQR Securities LLC's auditor since 2022.

Hauppauge, New York  
December 8, 2022

*Nawrocki Smith LLP*

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**GQR Securities LLC**

Statement of Financial Condition  
September 30, 2022

**ASSETS**

Cash and cash equivalents	\$ 40,120
Accounts Receivable	1,500
Prepaid expenses	108
Other assets	<u>219</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 41,947</u></b>

**LIABILITIES AND MEMBER'S EQUITY**

**LIABILITIES:**

Accounts payable	\$ 9
Deferred Revenue	<u>476</u>
<b>TOTAL LIABILITIES</b>	<b><u>485</u></b>

**Member's Equity**

<b>TOTAL MEMBER'S EQUITY</b>	<b><u>41,462</u></b>
<b>TOTAL LIABILITIES AND MEMBER'S EQUITY</b>	<b><u>\$ 41,947</u></b>

See accompanying notes to financial statements

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**GQR Securities LLC**

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Statement of Operations  
For the Year Ended September 30, 2022

<b>REVENUE:</b>	
Fee income	\$ 9,024
Total revenue	<u>9,024</u>
<b>OPERATING EXPENSES:</b>	
Professional fees	48,968
Rent and occupancy costs	9,525
Dues and subscriptions	3,824
Regulatory fees	3,336
Other expenses	<u>460</u>
Total expenses	<u>66,113</u>
<b>NET LOSS</b>	<u><u>\$ (57,089)</u></u>

See accompanying notes to financial statements

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**GQR Securities LLC**

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Statement of Changes in Member's Equity  
For the Year Ended September 30, 2022

<b>Member's Equity, October 1, 2021</b>	\$33,551
Capital Contributions	65,000
Net Loss	<u>(57,089)</u>
<b>Member's Equity, September 30, 2022</b>	<u>\$ 41,462</u>

See accompanying notes to financial statements

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**GQR Securities LLC**

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Statement of Cash Flows  
For the Year Ended September 30, 2022

<b>OPERATING ACTIVITIES:</b>	
Net loss	\$ (57,089)
Adjustments to reconcile net income to net cash used in operating activities	
Changes in operating assets and liabilities	
Decrease in prepaid expenses	6,430
Increase in security deposits	(198)
Increase in accounts receivable	(1,500)
Decrease in Deferred Revenue	476
Decrease in accounts payable	<u>9</u>
Net cash used by operating activities	<u>(51,872)</u>
<b>FINANCING ACTIVITIES:</b>	
Capital contributions	65,000
Capital distributions	<u>-</u>
Net cash provided in financing activities	<u>65,000</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	13,128
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>26,992</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 40,120</u>

See accompanying notes to financial statements

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## GQR Securities LLC

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Notes to Financial Statements  
As of and for the Year Ended September 30, 2022

### 1. Organization and Nature of Business

GQR Securities LLC (the "Company"), incorporated under the laws of the state of Delaware on February 25, 2019. The Company is a broker-dealer registered with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority ("FINRA"), effective August 18, 2020. The Company does not clear trades nor carry customer accounts. The Company conducts investment banking activities, specifically private placements and advisory services, and does not take custody of securities.

There is one affiliate, Greenwich Quantitative Research LP, as outlined in the Expense Sharing Agreement with NOTE 3 if this agreement had not existed, the Company's results from operations could look materially different from the reported results.

### 2. Summary of Significant Accounting Policies

#### Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenue is recognized when earned, while expenses and losses are recognized when incurred.

#### Cash and Cash Equivalents

The Company considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents consist of funds maintained in checking and money market accounts held at financial institutions.

The Company's cash and cash equivalents are held principally at one financial institution and at times may exceed federally insured limits. The Company has placed these funds in a high quality institution in order to minimize risk relating to exceeding insured limits.

#### 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 and the disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

#### Revenue Recognition - ASC 606

The Company recognizes revenue in accordance with Accounting Standards Codification ("ASC") Topic 606. Fundraising fees are earned for achieving various fundraising objectives. Fundraising fees may be earned based upon a percentage of funds raised and/or a flat fee and may include a retainer, or partial payment, to commence services. Advisory fees are earned for providing general investor-related advice outside the fundraising/private placements process and are earned monthly, based upon when advisory services are performed.

### 3. Related Party

The Company has entered into an expense sharing arrangement with its affiliate and incurs a monthly allocation of rent, professional fees, and dues & subscriptions from this affiliate. Total costs allocated to the Company from October 1, 2021 through September 30, 2022 were \$62,317. This allocation was determined based upon the square footage needed by the Company to operate and the utilization of employee personnel to effectively manage the activities of the Company. As of September 30, 2022 the intercompany balance owed to the affiliate was paid in full. In accordance with a written expense sharing agreement with the member total costs included:

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## GQR Securities LLC

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Notes to Financial Statements  
As of and for the Year Ended September 30, 2022

### 3. Related Party (continued)

Professional Fees (Accounting)	28,968
Professional Fees (Other)	20,000
Rent Expense	9,525
Dues and Subscriptions	3,824
	<u>62,317</u>

The Company is currently leasing office space in Greenwich, CT through its affiliate, Greenwich Quantitative Research. During February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-02, "Leases (Topic 842)." ASU No. 2016-02 requires lessees to recognize the assets and liabilities that arise from leases on the balance sheet. A lessee should recognize in the statement of financial position a liability to make the lease payments (the lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term. As of September 30, 2022, the Company does not maintain any leases in excess of a one year term. As such, the Company does not have an obligation to record a right to use asset or an offsetting lease obligation.

### 4. Indemnifications

In the normal course of its business, the Company indemnifies and guarantees certain service providers against specified potential losses in connection with their acting as an agent of, or providing services to, the Company. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

The Company provides representations and warranties to counterparties in connection with a variety of commercial transactions and occasionally indemnifies them against potential losses caused by the breach of those representations and warranties. These indemnifications generally are standard contractual terms and are entered into in the normal course of business. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

### 5. Net Capital Requirement

The Company is subject to the Securities and Exchange Commission Uniform Net Capital 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 800% in the first year of operations, and 1500% in every year thereafter. At September 30, 2022, the Company had net capital of \$39,635 which was \$34,635 in excess of its required net capital of \$5,000. The Company's aggregate indebtedness to net capital ratio was 1.22%.

Notes to Financial Statements  
As of and for the Year Ended September 30, 2022

**6. Income Tax**

The Company has elected to be treated as a partnership for federal and state income tax purposes whereby the tax attributes of the Company pass through to the sole owner. The Company is a part of a group that files a consolidated tax return and would ordinarily be required to present the components of current and deferred tax expense related to its operations. However, in accordance with the adoption of the Financial Accounting Standards Board (FASB) issued ASU 2019-12, the Company is not required to allocate the consolidated amount of current and deferred tax expense related to its operations and as such, no provision for income taxes has been reflected the financial statements.

ASC Topic 740-10, Accounting for uncertainty in income taxes, prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. The Company believes that it has no uncertain tax positions at September 30, 2022 and there have been no accruals for interest and penalties.

Management believes that all of the positions taken on its federal and state income tax returns would more likely than not be sustained upon examination.

**7. Subsequent Events**

The Company has evaluated events and transactions that occurred between October 1, 2022 and December 8, 2022, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.

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**GQR Securities LLC**

(A LIMITED LIABILITY COMPANY)

Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission  
For the Year Ended September 30, 2022

**SCHEDULE 1**

<b>TOTAL MEMBER'S CAPITAL QUALIFIED FOR NET CAPITAL</b>	\$ 41,462
<b>DEDUCTIONS AND/OR CHARGES:</b>	
<b>Non-allowable assets:</b>	
Accounts receivable	(1,500)
Prepaid expenses and other assets	<u>(327)</u>
<b>NET CAPITAL</b>	<u>\$ 39,635</u>
<b>AGGREGATE INDEBTEDNESS:</b>	<u>\$ 485</u>
<b>COMPUTATION OF BASIC NET CAPITAL REQUIREMENT</b>	
Minimum net capital required	<u>\$ 5,000</u>
Excess net capital	<u>\$ 34,635</u>
Net Capital less greater of 10% of aggregate indebtedness or 120% of the minimum dollar amount required	<u>\$ 39,635</u>
Percentage of aggregate indebtedness to net capital	<u>1.22%</u>

There are no material differences between the preceding computation and the Company's corresponding unaudited Part II of Form X-17A-5 as of September 30, 2022.

See accompanying notes to financial statements



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Member of  
GQR Securities LLC:

We have reviewed management's statements, included in the accompanying Rule 15c3-3 Exemption Report pursuant to SEC Rule 17a-5, in which (1) GQR Securities LLC (the "Company") did not claim an exemption under paragraph (k) of 17 C.F.R. §240.15c3-3, and (2) the Company is filing this Exemption Report relying on Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 because the Company limits its business activities exclusively to mergers and acquisitions advisory and private placements of securities. 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.

GQR Securities LLC'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 the Company'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 upon the Company's 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  
December 8, 2022

*Nawrocki Smith LLP*

**GQR Securities LLC**  
Exemption Report

To whom it may concern:

**GQR Securities LLC** (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 will not claim an exemption from SEA Rule 15c3-3, in reliance on footnote 74 to SEC Release 34-70073, and as discussed in Q&A 8 of the related FAQ issued by SEC staff. The Company’s business activities were limited to private placements of securities, and the Company; (1) did not directly or indirectly receive, hold, or otherwise owe funds or securities for or to customers, (2) did not carry accounts of or for customers and (3) did not carry PAB accounts.
- (2) The Company had, without exception, no obligations under 17 C.F.R. § 240.15c3-3 for the year ended September 30, 2022.

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



Title: CCO/CEO