

SEC Mail Processing



23001990

OMB APPROVAL
OMB Number: 3235-0123
Expires: Nov. 30, 2026
Estimated average burden hours per response: 12

JAN 08 2024

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

SEC FILE NUMBER
8-46821

Washington, DC

**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 11/01/22 AND ENDING 10/31/2023  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF FIRM: Montrose Securities International

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.)

1 Harbor Drive, Suite 300

(No. and Street)

Sausalito,

CA

94965

(City)

(State)

(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Philip Leung

(415) 265-0435

pleung@montroseintl.com

(Name)

(Area Code - Telephone Number)

(Email Address)

**B. ACCOUNTANT IDENTIFICATION**

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

DCPA

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

2121 Avenue of the Stars #800 Century City,

CA

90067

(Address)

(City)

(State)

(Zip Code)

09/15/2020

6567

(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.

RMS

OATH OR AFFIRMATION

I, Phillip Leung, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of Montrose Securities International, as of 10/31, 2023, 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] 12/28/23  
Title: President

Notary Public

See Attached  
Notarial Certificate

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.

# ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California  
County of Riverside

On December 28, 2023 before me, Daniela Jara Lesaca, Notary Public  
(insert name and title of the officer)

personally appeared Philip Leung  
who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature Daniela Jara Lesaca (Seal)  
Notary Public

Document: Annual Reports Form X-17A-5 (Part III)  
# of Pgs: 3 (includ. certificate)  
U.S. Securities & Exchange  
Commission

**MONTROSE SECURITIES INTERNATIONAL**

**REPORT PURSUANT TO SEC RULE 17a-5 (d)**

**AUDITED FINANCIAL STATEMENTS**

**AND SUPPLEMENTARY SCHEDULES**

**YEAR ENDED OCTOBER 31, 2023**

**MONTROSE SECURITIES INTERNATIONAL  
TABLE OF CONTENTS**

**YEAR ENDED OCTOBER 31, 2023**

	<b><u>PAGE</u></b>
Report of Independent Registered Public Accounting Firm	1
Financial Statements:	
Statement of Financial Condition	2
Statement of Operations	3
Statement of Changes in Shareholder's Equity	4
Statement of Cash Flows	5
Notes to Financial Statements	6-10
Supplemental Information:	
Schedule I – Computation of Net Capital Requirements Pursuant to SEC Rule 15c3-1	11
Schedule II – Computation for Determination of Reserve Requirements Pursuant to SEC Rule 15c3-3	12
Schedule III – Information Relating to Possession or Control Requirements Under SEC Rule 15c3-3	13
Report of Independent Registered Public Accounting Firm: Management Assertions Regarding Exemption Provisions	14
Management Assertions Regarding Exemption Provisions	15

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and the Shareholder of Montrose Securities International:

### Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of Montrose Securities International (the "Company") as of October 31, 2023, the related statements of operations, changes in shareholder's 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 the Company as of October 31, 2023, and the results of its operations and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States.

### Basis for Opinion

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

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

### Supplemental Information

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

**DCPA**

DCPA

We have served as the Company's auditor since 2022.

Century City, California

December 30, 2023

# MONTROSE SECURITIES INTERNATIONAL

## STATEMENT OF FINANCIAL CONDITION

OCTOBER 31, 2023

---

### Assets

Cash	\$	40,196
Accounts receivable		186,862
Marketable securities, at fair market value		347,733
Property and equipment, net		<u>35,494</u>
<b>Total assets</b>	<b>\$</b>	<b><u>610,285</u></b>

### Liabilities and Stockholder's Equity

#### Liabilities

Accounts payable and accrued expenses	\$	<u>85,706</u>
<b>Total liabilities</b>		<b>85,706</b>

#### Commitments and contingencies

#### Stockholder's equity

Common Stock, no par value, 100,000 shares		
Authorized, 1,000 shares issued and outstanding		30,000
Additional paid-in capital		270,000
Retained earnings		<u>224,579</u>
<b>Total stockholder's equity</b>		<b><u>524,579</u></b>
<b>Total liabilities and stockholder's equity</b>	<b>\$</b>	<b><u>610,285</u></b>

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

# MONTROSE SECURITIES INTERNATIONAL

## STATEMENT OF OPERATIONS

YEAR ENDED OCTOBER 31, 2023

---

<b>Commission Income</b>	\$ 741,817
<b>Operating Expenses</b>	
Commission expense	540
Employee compensation and benefits	579,467
Technology and communication	39,308
Occupancy	1,647
Professional fees	28,339
Other operating expenses	50,459
<b>Total Operating Expenses</b>	<u>699,760</u>
<b>Income from Operations</b>	42,057
<b>Other Income/(Expenses)</b>	
Interest and dividend income	3,799
<b>Total Other Income/(Expenses)</b>	<u>3,799</u>
<b>Net Income before Provision for Income Tax</b>	45,856
<b>Provision for Income Tax</b>	<u>2,183</u>
<b>Net Income</b>	<u>\$ 43,673</u>

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

**MONTROSE SECURITIES INTERNATIONAL**  
**STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY**

**YEAR ENDED OCTOBER 31, 2023**

---

	<u>Common Stock</u>	<u>Additional Paid-in Capital</u>	<u>Retained Earnings</u>	<u>Total Shareholder's Equity</u>
<b>Balance - Beginning</b>	\$ 30,000	\$ 270,000	\$ 180,906	\$ 480,906
 Net Income	<u>    --</u>	<u>    --</u>	<u>43,673</u>	<u>43,673</u>
 <b>Balance - Ending</b>	<u>\$ 30,000</u>	<u>\$ 270,000</u>	<u>\$ 224,579</u>	<u>\$ 524,579</u>

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

# MONTROSE SECURITIES INTERNATIONAL

## STATEMENT OF CASH FLOWS

YEAR ENDED OCTOBER 31, 2023

---

### Cash Flows from Operating Activities:

Net income	\$ 43,673
Adjustments to reconcile net income to net cash Provide by (used in) operating activities	

### Changes in operating assets and liabilities:

Accounts receivable	(157,519)
Marketable securities, at fair market value	(347,733)
Accounts payable and accrued expenses	<u>85,661</u>

Total adjustments	<u>(419,591)</u>
-------------------	------------------

<b>Net Cash used in Operating Activities</b>	<b>(375,918)</b>
--	------------------

### Cash flow from Investing Activities:

Purchases of property and equipment	\$ (35,494)
<b>Net cash used in investing activities</b>	<b>(35,494)</b>

### Cash Flows from Financing Activities:

<b>Net Increase (Decrease) in Cash</b>	<b>(411,412)</b>
--	------------------

<b>Cash - Beginning of Year</b>	<b>451,608</b>
---------------------------------	----------------

<b>Cash - End of Year</b>	<b><u>\$ 40,196</u></b>
---------------------------	-------------------------

### Supplemental Disclosures of Cash Flow Information:

Interest paid	\$ --
Income taxes paid	<u>\$ 2,183</u>

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

# **MONTROSE SECURITIES INTERNATIONAL**

## **NOTES TO FINANCIAL STATEMENTS**

**OCTOBER 31, 2023**

---

### **NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS**

Montrose Securities International (the "Company") is a broker-dealer in securities registered with the Securities and Exchange Commission ("SEC") and two U.S. States, as well as a member of the Financial Industry Regulatory Authority ("FINRA") and the Securities Investor Protection Corporation ("SIPC"). The Company was incorporated in the State of California on November 22, 1993.

The Company operates exempt from the possession or control of customer assets and reserve requirements of SEA Rule 15c3-3, under the non-covered firm exemption provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 ("Non-Covered Firm"). For the year ended October 31, 2023, the Company earned its revenues from: introducing institutional customers to other broker-dealers through correspondent brokerage relationships.

### **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The presentation 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Cash consists of deposits with banks.

Accounts receivable consist of commissions receivable from correspondent brokers. No allowance for uncollectible accounts is recorded at October 31, 2023 based upon the Company's assessment of collectability.

The Company follows a five-step revenue recognition model to (a) identify the contract(s) with a customer, (b) identify the performance obligations in the contract, (c) determine the transaction price, (d) allocate the transaction price to the performance obligations in the contract, and (e) recognize revenue when (or as) the entity satisfies the performance obligation.

# MONTROSE SECURITIES INTERNATIONAL

## NOTES TO FINANCIAL STATEMENTS

OCTOBER 31, 2023

---

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The Company earns Commissions income on customer transactions in equity securities, debt securities and other exchange-traded products in accordance with the terms of its customer agreements. Commissions expense represents associated amounts paid to other broker-dealers for trade execution, clearing, settlement and other services, as set forth in agreements. The Company recognizes Commissions income and Commissions expense on a trade-date basis. The Company believes that its performance obligations are satisfied on the trade date, when the parties to the transaction have been identified, the terms agreed upon, and ownership has transferred to the purchaser. During the prior year, the Company changed from recording the gross commission income and expense amounts to recording the actual net amount due only to the Company eliminating commission expense due to other broker-dealers.

Property and equipment are stated at cost, net of accumulated depreciation. Depreciation expense is computed using the straight-line method over the assets' estimated useful lives. Repairs and maintenance to these assets are charged to expense as incurred. Major improvements enhancing the function and/or useful life are capitalized. When items are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gains or losses arising from such transactions are recognized.

The Company accounts for its income taxes in accordance with ASC 740, Income Taxes. This standard requires the establishment of a deferred tax asset or liability to recognize the future tax effects of transactions that have not been recognized for tax purposes, including taxable and deductible temporary differences as well as net operating loss and tax credit carryforwards. Deferred tax expenses or benefits are recognized as a result of changes in the tax basis of an asset or liability when measured against its reported amount in the financial statements. The recording of the deferred tax items referred to above is conditioned upon the Company's judgment that realization is at least 50% probable.

Under ASC 842, Leases, short-term operating leases which have an initial term of 12 months or less, are not recorded on the Statement of Financial Condition. The Company had no long-term lease commitments required to be recorded on the Statement of Financial Condition as of October 31, 2023.

# **MONTROSE SECURITIES INTERNATIONAL**

## **NOTES TO FINANCIAL STATEMENTS**

**OCTOBER 31, 2023**

---

### **NOTE 3 – CONCENTRATIONS**

Credit risk – The Company is engaged in various trading and brokerage activities in which the counterparties primarily include broker-dealers, banks, and other financial institutions. In the event counterparties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the creditworthiness of the counterparty or issuer of the instrument. The Company’s policy is to evaluate the credit standing of each counterparty.

Financial balances – The Company maintains cash and securities balances at financial institutions. Bank account balances are generally insured by the Federal Deposit Insurance Commission (“FDIC”) up to \$250,000 per customer for each institution. Cash and securities balances at SIPC-member brokerage firms are generally covered up to \$250,000 cash and \$500,000 total per customer for each institution. The Company’s financial balances exceeded insured limits at times during the year ended October 31, 2023. The Company has not experienced any losses in such accounts. The Company believes its financial balances are on deposit with financially stable institutions.

### **NOTE 4 – OTHER BROKER-DEALERS**

The Company maintained agreements with other broker-dealers during the year ended October 31, 2023. The Company is the broker of record for customer transactions referred to these broker-dealers; therefore, the Company is contingently liable in the event of its customers’ nonperformance. All open transactions at October 31, 2023 settled with no resultant losses to the Company.

For the year ended October 31, 2023, the Company earned Commission income of \$741,817 from its customers.

### **NOTE 5 – COMMITMENTS, CONTINGENCIES AND GUARANTEES**

The Company had no commitments, no other contingent liabilities (other than noted in Note 4) or guarantees and had not been named as a defendant in any lawsuit as of October 31, 2023, or during the year then ended.

# MONTROSE SECURITIES INTERNATIONAL

## NOTES TO FINANCIAL STATEMENTS

OCTOBER 31, 2023

### NOTE 6 – INCOME TAXES

The provision for income tax is composed of the following:

	Current	Deferred
Federal expense (benefit)	\$ 1,383	\$ ---
State expense (benefit)	800	---
Valuation adjustment	--	---
Total income tax expense (benefit)	<u>\$ 2,183</u>	<u>\$ ---</u>

In accordance with ASC 740, Income Taxes, the Company's recognition of tax positions is subject to a 50% or more probability of realization. The Company has determined it has no uncertain tax positions requiring adjustment as of October 31, 2023.

As a C corporation, the Company files Federal and state income returns. The statute of limitations for these jurisdictions is generally three to four years. The Company had no returns under examination as of October 31, 2023.

### NOTE 7 – SIMPLIFIED EMPLOYEE PENSION PLAN

The Company has a Simplified Employee Pension Plan ("SEP IRA") which allows employers to contribute to traditional IRAs set up for employees. For the year ended October 31, 2023, the Company contributed \$66,000 to this plan.

### NOTE 8 - NET CAPITAL REQUIREMENTS

The Company is a registered broker-dealer and, accordingly, is subject to the SEC Uniform Net Capital Rule ("Rule 15c3-1"), which requires the Company to maintain minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Rule 15c3-1 also provides that equity capital may not be withdrawn, or cash dividends paid, if the resulting net capital ratio would exceed 10 to 1. Net capital and aggregate indebtedness change day to day, but on October 31, 2023, the Company had net capital of \$341,883 which exceeded required net capital of \$250,000 by \$91,883. The Company's ratio of aggregate indebtedness to net capital was 0.25 to 1 on October 31, 2023, which was less than the maximum ratio of 15 to 1.

# MONTROSE SECURITIES INTERNATIONAL

## NOTES TO FINANCIAL STATEMENTS

OCTOBER 31, 2023

### NOTE 9 – SUBSEQUENT EVENTS

The Company has evaluated events and transactions subsequent to the Statement of Financial Condition for items requiring recording or disclosure in the financial statements. The evaluation was performed through the date the financial statements were available to be issued. Based upon this review, the Company has determined that there were no such events or transactions which took place that would have a material impact on its financial statements.

### NOTE 10 –RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

The Financial Accounting Standards Board (the “FASB”) has established the Accounting Standards Codification (“Codification” or “ASC”) as the authoritative source of generally accepted accounting principles (“GAAP”) recognized by the FASB. The principles embodied in the Codification are to be applied by nongovernmental entities in the preparation of financial statements in accordance with GAAP in the United States. New accounting pronouncements are incorporated into the ASC through the issuance of Accounting Standards Updates (“ASUs”).

For the year ending October 31, 2023, various ASUs issued by the FASB were either newly issued or had effective implementation dates that would require their provisions to be reflected in the financial statements for the year then ended. The Company has either evaluated or is currently evaluating the implications, if any, of each of these pronouncements and the possible impact they may have on the Company’s financial statements. In most cases, management has determined that the pronouncement has either limited or no application to the Company and, in all cases, implementation would not have a material impact on the financial statements taken as a whole.

### NOTE 11: PROPERTY AND EQUIPMENT, NET

Property and equipment, net are recorded net of accumulated depreciation and summarized by major classifications as follows:

		<u>Useful Life</u>
Furniture	\$ 44,599	3-7 years
Office equipment	52,682	3-7 years
Automobile	<u>35,494</u>	3-5 years
	132,775	
Less: accumulated depreciation	<u>(97,281)</u>	
Property and equipment, net	<u>\$ 35,494</u>	

Depreciation expense for the year ended October 31, 2023 was \$0.

# MONTROSE SECURITIES INTERNATIONAL

## SCHEDULE I – COMPUTATION OF NET CAPITAL REQUIREMENTS PURSUANT TO SEC RULE 15c3-1

AS OF OCTOBER 31, 2023

---

### Computation of Net Capital

Total Shareholder's Equity, per Statement of Financial Condition		\$ 524,579
Non allowable assets		
Accounts receivable, non allowable portion	\$ (137,122)	
Property and equipment, net	<u>(35,494)</u>	
Total non allowable assets		<u>(172,616)</u>
Net Capital before haircuts		351,963
Haircut on Government Securities	(6,955)	
Undue concentration	<u>(3,125)</u>	
Total haircuts and undue concentration		<u>(10,080)</u>
Net Capital		\$ 341,883

### Computation of basic net capital requirement

Total indebtedness	\$ 85,706
--------------------	-----------

### Minimum net capital requirement:

6 2/3 percent of net aggregate indebtedness	\$5,714
or minimum dollar net capital requirement	<u>\$ 250,000</u>

Net Capital required (greater of above)	<u>250,000</u>
Excess Net Capital	<u>\$ 91,883</u>

Ratio of Aggregate Indebtedness to Net Capital	<u>0.25:1</u>
--	---------------

There was no material difference between the net capital computation shown here and the net capital computation shown on the Company's most recently filed Form X-17A-5, Part IIA report dated October 31, 2023, submitted December 30, 2023 (see Note 8).

*See report of independent registered public accounting firm*

# **MONTROSE SECURITIES INTERNATIONAL**

## **SCHEDULE II - COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS PURSUANT TO SEA RULE 15c3-3**

**AS OF OCTOBER 31, 2023**

---

The Company claims and qualifies for exemption from the requirements of SEA Rule 15c3-3 under the non-covered firm provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 (“Non-Covered Firm”) because the Company’s business activities are limited to introducing institutional customers to other broker-dealers through correspondent brokerage relationships. As a result, 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; (2) did not carry accounts of or for customers; and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the fiscal year ending October 31, 2023.

*See report of independent registered public accounting firm*

# **MONTROSE SECURITIES INTERNATIONAL**

## **SCHEDULE III - INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS UNDER SEA RULE 15c3-3**

**AS OF OCTOBER 31, 2023**

---

The Company claims and qualifies for exemption from the requirements of SEA Rule 15c3-3 under the non-covered firm provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 (“Non-Covered Firm”) because the Company’s business activities are limited to introducing institutional customers to other broker-dealers through correspondent brokerage relationships. As a result, 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; (2) did not carry accounts of or for customers; and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the fiscal year ending October 31, 2023.

*See report of independent registered public accounting firm*

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and the Shareholder of Montrose Securities International:

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Montrose Securities International does not claim an exemption under paragraph (k) of 17 C.F.R. § 240.15c3-3, and (2) Montrose Securities International's business activities include introducing institutional customers to other broker-dealers through correspondent brokerage relationships is in compliance with Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 ("Non-Covered Firm") and that the Company did not identify any exceptions to this assertion throughout the year ended October 31, 2023. Montrose Securities International'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 Montrose Securities International'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 the Non-Covered Firm provision.

*DCPA*

DCPA

Century City, California  
December 30, 2023

# Montrose Securities International

1 Harbor Drive, Suite 300  
Sausalito, CA 94965

FINRA SIPC

---

Tel: 415-265-0435

## Assertions Regarding Exemption Provisions

We, as members of management of Montrose Securities International (“the Company”), are responsible for compliance with the annual reporting requirements under Rule 17a-5 of the Securities Exchange Act of 1934. Those requirements compel a broker or dealer to file annual reports with the Securities Exchange Commission (SEC) and the broker or dealer’s designated examining authority (DEA). One of the reports to be included in the annual filing is an exemption report prepared by an independent public accountant based upon a review of assertions provided by the broker or dealer. Pursuant to that requirement, the management of the Company hereby makes the following assertions:

The Company claims exemption from the custody and reserve provisions of Rule 15c3-3 by operating under the non-covered firm exemption provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 (“Non-Covered Firm”) because the Company’s business activities are limited to introducing institutional customers to other broker-dealers through correspondent brokerage relationships. As a result, 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; (2) did not carry accounts of or for customers; and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the fiscal year ending October 31, 2023.

The Company met the identified exemption provision without exception throughout the most recent fiscal year then ended October 31, 2023.

**Montrose Securities International**

By:

*Philip Leung*

---

(Philip Leung, President)