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FORM X-17A-5  
PART III

SEC FILE NUMBER  
8-47899

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 01/01/23 AND ENDING 12/31/23  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: Stock Traders DBA Joslin, Jeffrey Alex

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.)

16152 Beach Blvd., Suite 271

(No. and Street)

Huntington Beach    CA

92647

(City)

(State)

(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Jeff Joslin

(714) 375-1788

jeff@stocktradershb.com

(Name)

(Area Code – Telephone Number)

(Email Address)

B. ACCOUNTANT IDENTIFICATION

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

Tuttle & Bond, PLLC

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

2954 Goehmann Lane

Fredericksburg

TX

78624

(Address)

(City)

(State)

(Zip Code)

03/19/2019

6543

(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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OATH OR AFFIRMATION

I, Jeff Joslin, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of Stock Traders, as of December 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.

*[Handwritten Signature]*

Notary Public



Signature:

*[Handwritten Signature]*

Title:

Principal

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.

**Stock Traders**

**Financial Statements and Supplemental Schedules  
Required by the U.S. Securities and Exchange Commission**

**Including Independent Auditor's Report Thereon**

**December 31, 2023**

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**Stock Traders**  
**Independent Auditor's Opinion**  
**For the Year-ended December 31, 2023**



## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To Proprietor of Stock Traders

### **Opinion on The Financial Statements**

We have audited the accompanying statement of financial condition of Stock Traders (the "Company") as of December 31, 2023, and the related statements of operations, proprietor's equity and cash flows for the year then ended, including the related notes (collectively referred to as "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as of December 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 of America.

### **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 of these financial statements in accordance with 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 from material misstatement, whether due to error or fraud. The Company is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion.

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 the audit provides a reasonable basis for our opinion.

### **Report on Supplementary Information**

The accompanying information contained in the Supplementary Information section has been subjected to audit procedures performed in conjunction with the audit of the Company's financial statement. 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 Rule 17a-5 under the Securities Exchange Act of 1934 and, if applicable, under Regulation 1.10 under the Commodity Exchange Act. In our opinion, the information contained in the Supplementary Information section is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Tuttle & Bond PLLC*

Fredericksburg, Texas  
February 21, 2024

We have served as the Stock Traders's auditor since 2019.

Stock Traders

Financial Statements

For the year ended December 31, 2023

Stock Traders  
Statement of Financial Condition  
For the year ended December 31, 2023

|   |  |                |                         |
|---|--|----------------|-------------------------|
| <b>Assets</b>                             |  |                |                         |
| Current Assets                            |  |                |                         |
| Cash and Cash Equivalents                 |  | \$12,596       |                         |
| Securities Held for Sale                  |  | 436,050        |                         |
| Commissions Receivable                    |  | <u>20,872</u>  |                         |
| Total Current Assets                      |  |                | \$469,518               |
| Other Assets                              |  |                |                         |
| Lease (Right Of Use)                      |  | \$13,384       |                         |
| Security Deposit                          |  | <u>890</u>     |                         |
| Total Other Assets                        |  |                | <u>\$14,274</u>         |
| <b>Total Assets</b>                       |  |                | <b><u>\$483,792</u></b> |
| <b>Liabilities and Owner's Equity</b>     |  |                |                         |
| Current Liabilities                       |  |                |                         |
| Margin Debt                               |  | \$74,757       |                         |
| Commissions Payable                       |  | 2,404          |                         |
| Accounts Payable                          |  | <u>645</u>     |                         |
| Total Current Liabilities                 |  |                | \$77,806                |
| Long-Term Lease Liabilities               |  |                | \$13,384                |
| Owner's Equity                            |  |                |                         |
| Retained Earnings                         |  | \$185,402      |                         |
| Accumulated Other Comprehensive Income    |  | <u>207,200</u> |                         |
| Total Owner's Equity                      |  |                | <u>\$392,602</u>        |
| <b>Total Liabilities and Owner Equity</b> |  |                | <b><u>\$483,792</u></b> |

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

Stock Traders  
Statement of Comprehensive Income  
For the year ended December 31, 2023

|   |            |                         |
|---|------------|-------------------------|
| <b>REVENUE</b>                                  |            |                         |
| Management Fee Income                           | \$378,615  |                         |
| Commission Income                               | 200,787    |                         |
| Mutual Funds Income                             | 78,952     |                         |
| Fee Income                                      | <u>25</u>  |                         |
| Total Income                                    |            | \$658,379               |
| <b>EXPENSES</b>                                 |            |                         |
| Commissions                                     | \$29,084   |                         |
| Lease/Rent                                      | 11,184     |                         |
| Accounting                                      | 7,700      |                         |
| Dues and Subscriptions                          | 4,582      |                         |
| Insurance                                       | 4,182      |                         |
| Margin Interest/Fee                             | 3,988      |                         |
| Telephone                                       | 2,992      |                         |
| Miscellaneous                                   | <u>813</u> |                         |
| Total Expenses                                  |            | <u>(64,525)</u>         |
| <b>INCOME FROM OPERATIONS</b>                   |            | <b>\$593,854</b>        |
| <b>OTHER INCOME (OTHER EXPENSE)</b>             |            |                         |
| Interest and Dividend Income                    | 6,702      |                         |
| Investment Income                               | <u>991</u> |                         |
| Total other income                              |            | <u>\$7,693</u>          |
| <b>INCOME BEFORE PROVISION FOR INCOME TAXES</b> |            | <b><u>\$601,547</u></b> |
| <b>PROVISION FOR INCOME TAXES</b>               |            | <b>0</b>                |
| <b>NET INCOME</b>                               |            | <b><u>\$601,547</u></b> |
| <b>OTHER COMPREHENSIVE INCOME</b>               |            |                         |
| Unrealized Gain or Loss from for sale security  |            | (\$24,075)              |
| <b>COMPREHENSIVE INCOME</b>                     |            | <b><u>\$577,472</u></b> |

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

Stock Traders  
Statement of Cash Flows  
For the Year-Ended December 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

|                   |                  |
|-------------------|------------------|
| <b>Net Income</b> | <b>\$577,472</b> |
|-------------------|------------------|

Adjustments to reconcile net income (loss) to net cash provided (used) by operations:

Increases / (Decreases) in:

|                         |          |
|-------------------------|----------|
| Commissions Receivables | \$18,282 |
|-------------------------|----------|

|                  |          |
|------------------|----------|
| Accounts Payable | \$77,806 |
|------------------|----------|

|  |                  |
|--|------------------|
| <b>Net cash provided by operating activities</b> | <b>\$673,560</b> |
|--|------------------|

CASH FLOWS FROM FINANCING ACTIVITIES

|               |             |
|---------------|-------------|
| Owner's Draws | (\$674,210) |
|---------------|-------------|

|   |                    |
|---|--------------------|
| <b>Net cash provided (used) by financing activities</b> | <b>(\$674,210)</b> |
|---|--------------------|

|                             |                |
|-----------------------------|----------------|
| <b>NET DECREASE IN CASH</b> | <b>(\$650)</b> |
|-----------------------------|----------------|

|                         |          |
|-------------------------|----------|
| CASH, beginning of year | \$13,246 |
|-------------------------|----------|

|                   |          |
|-------------------|----------|
| CASH, end of year | \$12,596 |
|-------------------|----------|

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

Stock Traders  
Statement of Changes in Ownership Equity  
For the Year-Ended December 31, 2023

|   |                         |
|---|-------------------------|
| <b>BEGINNING OWNER'S EQUITY, at December 31, 2022</b> | <b>\$489,339</b>        |
| <b>ADJUSTMENTS TO OWNER'S EQUITY</b>                  |                         |
| Net income  | \$601,547               |
| Unrealized Gains (Losses)                             | (\$24,075)              |
| Owner's Draws   | (\$674,209)             |
| <b>ENDING OWNER'S EQUITY, at December 31, 2023</b>    | <b><u>\$392,602</u></b> |

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

Stock Traders  
Footnotes to Financial Statements  
For the year ended December 31, 2023

Revenue Recognition

The Company adopted ASU 2014-09, Revenue from Contracts with Customers, (codified in ASC 606). The Company recognizes revenue when services are transferred to clients. Revenue is recognized based on the amount of consideration that management expects to receive in exchange for these services in accordance with the terms of the contract with the client. To determine the amount and timing of revenue recognition, the Company must (1) identify the contract with the client, (2) identify the performance obligations in the contract, (3) determine the transaction price, (4) allocate the transaction price to the performance obligations in the contract, and (5) recognize revenue when the Company satisfies a performance obligation.

General Securities Revenue

The Company has entered into a clearing agreement with a clearing broker whereby it introduces customers and receives revenue. Customers enter into a customer agreement with the clearing broker which establishes the terms under which the customer agrees to compensate the parties for transactions provided, including the purchase and sale of financial products and fees for account maintenance. The transaction price is determined by the market and may include a commission or markup ("transaction fees") added by the Company. The Company or clearing affiliate may charge/earn fees for margin lending, balances held, and sundry services ("other services"), as set forth in the customer agreement, which fees may be shared with the Company. All services are satisfied, and transaction and other fees are recognized, on the transaction date; the date in which the underlying financial instrument is purchased or sold, the purchaser or seller is identified, pricing is agreed, risk and rewards of ownership or dispossession has occurred and transferred, and other transaction services have been provided.

Investment Advisory Revenue

The Company's advisory customers enter into an investment advisory agreement with the Company, which sets forth the Company's obligations and right to remuneration. The fee charged the customer is calculated and earned by the Company in accordance with the rate set forth in the advisory agreement for the period in which the Company manages the customer's assets. The Company has satisfied its obligation if it has provided its services through the date of invoice to the customer, at which time investment advisory fee revenue is recognized.

12b-1 Service Fee Revenue

The Company has entered into one or more selling agreements with investment companies and/or insurance companies ("the fund") whereby it receives service fee revenue in the form of 12b-1 fees for providing ongoing customer service to investors. The amount of 12b-1 fees due the Company is set forth in the selling agreement between the Company and the fund's sponsor. The Company meets its performance obligation by servicing the customer. The amount of 12b-1 fees due to the Company is calculated based on the average assets under management for the period in which the 12b-1 fee is calculated, which is unknown to the Company until receipt of a statement from the fund's sponsor, at which time 12b-1 service fee revenue is recognized.

Mutual Funds Revenue

With regard to mutual funds sold to customers by application, the firm's concession (revenue) is recorded upon our acceptance of the application. The amount we record is based on the amount invested, the class of shares, and whether Rights of Accumulation and/or Letters of Intent is applicable. Upon receipt of the Company's concession from the mutual fund sponsor a detailed statement is provided indicating the fund sponsor's calculation. The Company will adjust the revenue if the statement from the fund company sponsor indicated that our calculation was incorrect. Mutual funds often pay continuing commissions or 12b-1 fees, and customers may contribute to their mutual fund account without the Company's knowledge. In these instances, the Company does record revenue until receipt of a statement from the mutual fund sponsor identifying the transaction and indicating the amount of revenue earned. The Company will record the revenue in the period indicated on the statement. Investment managers share fees with selling broker dealers in the form of 12b-1 fees, which are based on a percentage of the assets under management. The Company can estimate 12b-1 fees based on prior periods but must adjust revenue after receipt of the statement from the fund sponsor. The Company records 12b-1 fees as Mutual Fund revenue.

Fee Revenue

The Company earns fee income on certain services the firm provides to clients. These services include wire processing fees and fees for services not covered by advisory fees or commissions. The fee is earned after the service is preformed.

Stock Traders  
Notes to Financial Statements  
As of and for the Year-Ended December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies of Stock Traders is presented to assist in the understanding of the Company's financial statements. The financial statements and notes are representations of the Company's management, who is responsible for their integrity and objectivity.

Nature of operations - Stock Traders (a sole proprietorship), is a brokerage company in Huntington Beach, California, which started operations on June 1, 1995. Introducing broker/dealers place all transactions through other registered broker/dealers, fully disclosing all of the customer accounts to the clearing firm, and does not clear transactions nor carry customer accounts. Clearing brokers are responsible for holding the securities of the customer and for furnishing customers with statements regarding their accounts.

Stock Traders is registered with the SEC (Securities and Exchange Commission), FINRA (Financial Industry Regulatory Authority), SIPC (Securities Investor Protection Corporation), and with the State of California, Department of Corporations.

Method of accounting - The Company maintains its books on the accrual method of accounting recognizing income when earned and expenses when incurred.

Cash and cash equivalents - For purposes of the statement of cash flows, the Company considers all short-term securities purchased with a maturity of three months or less to be cash equivalents.

Use of estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Commissions earned - All trading commissions are received through clearing brokers. Net commission checks are received after clearing, execution and other fees have been deducted by the clearing broker.

NOTE 2 - CASH AND CASH EQUIVALENTS

Pursuant to contract terms between Stock Traders and Hilltop Securities, Inc. (a clearing broker), a minimum balance of \$10,000 must be maintained in Stock Traders' Hilltop Securities, Inc. cash accounts at all times. The minimum balance is subject to change at the discretion of Hilltop Securities, Inc. based upon Stock Traders sales volume, business mix, or other risks. Upon termination of the relationship, funds will be released to Stock Traders after all accounts debits and liabilities are satisfied.

Funds in the money market account are shown at cost, which approximates market value. Money market funds are mutual funds whose underlying securities are very short-term money market instruments invested in private or government securities that are highly liquid and low risk. Money market funds are not federally insured.

Stock Traders  
Notes to Financial Statements  
As of and for the Year-Ended December 31, 2023  
(Continued)

NOTE 3 - SECURITY DEPOSIT/ OFFICE LEASE

In 2023, the Company renewed its lease agreement for its office space for two more years, now expiring on February 10th, 2025. The security deposit for the office space is \$890, which will be returned to Stock Traders upon termination of the office lease per agreement between lessor and lessee. The remaining future long term lease liabilities are \$13,384 and are listed as a liability on the balance sheet. The remaining future right-of-use value is \$13,384 and is listed as an asset on the balance sheet.

NOTE 4 - FAIR VALUE OF FINANCIAL INSTRUMENTS

Substantially all of the Company's current assets and liabilities are considered financial instruments. These assets and liabilities are reflected at fair value, or at carrying value that approximate fair value because of the short term nature of the instrument. Other financial instruments consist of long- term obligations. The fair value of long-term obligations is estimated based on current interest rates offered to the Company for obligations with similar remaining maturities. The recorded value of these financial instruments approximated fair value at December 31st, 2023.

NOTE 5 - SUBSEQUENT EVENTS

Date of Management Evaluation

Management has evaluated subsequent events through February 21, 2024, the date of which the financial statements were available to be issued and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

**Stock Traders**

**Supplementary Information Section**

**Pursuant to SEA Rule 17a-5 of the Securities and Exchange Act of 1934**

**As of and for the year ended December 31, 2023**

Stock Traders

Supplementary Computations

Pursuant to SEA Rule 17a-5 of the Securities and Exchange Act of 1934  
As of and for the year ended December 31, 2023

**Computation of Net Capital**

|                                  |                   |
|----------------------------------|-------------------|
| Total Stockholder's Equity       | \$ 392,602        |
| Allowable Subordinated Loans     | -                 |
| Non-Allowable Assets             | 15,957            |
| Haircuts on Securities Positions |                   |
| Securities Haircuts              | 65,408            |
| Undue Concentration Charges      | 55,397            |
| Net Allowable Capital            | <u>\$ 255,840</u> |

**Computation of Net Capital Requirement**

|  |                   |
|--|-------------------|
| Minimum Net Capital Required as a Percentage of Aggregate Indebtedness | \$ 6,082          |
| Minimum Dollar Net Capital Requirement of Reporting Broker/Dealer      | \$ 50,000         |
| Net Capital Requirement  | <u>\$ 50,000</u>  |
| Excess Net Capital   | <u>\$ 205,840</u> |

**Computation of Aggregate Indebtedness**

|   |           |
|---|-----------|
| Total Aggregate Indebtedness                        | \$ 91,190 |
| Percentage of Aggregate Indebtedness to Net Capital | 35.64%    |

**Computation of Reconciliation of Net Capital**

|  |                   |
|--|-------------------|
| Net Capital Computed and Reported on FOCUS IIA as of December 31, 2023 | \$ 255,840        |
| Adjustments  |                   |
| Increase (Decrease) in Equity  | -                 |
| Increase (Decrease) in Subordinated Loans                              | -                 |
| (Increase) Decrease in Non-Allowable Assets                            | -                 |
| (Increase) Decrease in Securities Haircuts                             | 1                 |
| (Increase) Decrease in Undue Concentration Charges                     | (0)               |
| Net Capital per Audit  | <u>\$ 255,840</u> |
| Reconciled Difference  | <u>\$ -</u>       |

## Stock Traders

### Supplementary Statements

Pursuant to SEA Rule 17a-5 of the Securities and Exchange Act of 1934

As of and for the year ended December 31, 2023

#### Statement Related to Uniform Net Capital Rule

The Company is a member of the FINRA and is subject to the SEC Uniform Net Capital Rule 15c3-1. This rule requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 1500% (15:1), or, during its first year of operations, 800% (8:1). Net capital and the related net capital ratio may fluctuate on a daily basis. At December 31, 2023, the Company had net capital of \$255,840 which was \$205,840 in excess of its required net capital of \$50,000. The Company's ratio of aggregate indebtedness to net capital was 34.09%. The Company has elected to use the basic computation method, as is permitted by the rule, which requires that the Company maintain minimum Net Capital pursuant to a fixed dollar amount or 6-2/3% percent of total aggregate indebtedness, as defined, whichever is greater, and does not, therefore, calculate its net capital requirement under the alternative reserve requirement method. There were no material differences reported as Net Capital in the audited computation of Net Capital and the broker-dealer's corresponding unaudited Part IIA of the FOCUS report required under Rule 15c3-1.

#### Statement Related to Exemptive Provision (Possession and Control)

The Company does not have possession or control of customer's funds or securities. There were no material inadequacies in the procedures followed in adhering to the Company's stated exemptive provisions of SEA Rule 15c3-3-3(k)2(ii).

#### Statement Related to Material Inadequacies

This audit did not disclose any material inadequacies since the previous audit of the financial statements in the accounting system or in the internal control related to reporting or the practices and procedures required pursuant to Rule 17a-5. The firm is exempt from 15c3-3; it does not maintain customer funds or securities and, therefore, does not maintain customer funds to segregate nor does it maintain separate accounts for customers.

#### Statement Related to SIPC Reconciliation

SEA Rule 17a-5(e)(4) requires a registered broker-dealer not exempt from SIPC membership with gross revenues that exceed \$500,000 to file an Agreed Upon Procedures Report. In circumstances where the broker-dealer reports less than \$500,000 in gross revenue they are not required to an Agreed Upon Procedures Report. Broker-dealers exempt from SIPC membership are required to file a copy of Form SIPC 3 evidencing exclusion from membership and an Agreed Upon Procedures Report. If required to file, the relevant report shall be included in this Supplemental Information section. Please see that section in this reported for this information.



Supplementary Schedules Pursuant to SEA Rule 17a-5  
of the Securities and Exchange Act of 1934  
For the Year-End December 31, 2023

Report of Independent Registered Public Accounting Firm  
Exemption Review Report Pursuant to 15c3-3

Jeff Joslin  
Stock Traders  
16152 Beach Blvd., Suite 271  
Huntington Beach, CA 92647

Dear Jeff Joslin,

We have reviewed management's statements, included in the accompanying Representation Report of Exemptions, in which (1) Stock Traders identified the following provision of 17 C.F.R. §15c3-3(k) under which Stock Traders claimed the following exemption from 17 C.F.R. §240.15c3-3: (k)(2)(ii) and (2) Stock Traders stated that Stock Traders 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 (1) commissions and fees earned on mutual funds, equities, and other financial instruments, and (2) fees earned for investment advisory services. 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.

Stock Trader'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 Stock Trader'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)(ii) 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.

*Tuttle & Bond PLLC*

Fredericksburg, Texas  
February 21, 2024

Stock Traders

Supplementary Customer Protection Exemption Letter

Pursuant to SEA Rule 17a-5(d)(1)(i)(B)(2) of the Securities and Exchange Act of 1934

As of the year ended December 31, 2023

**Stock Traders**

16152 Beach Blvd., Suite 271  
Huntington Beach, CA 92647

January 16, 2024

To: Tuttle & Bond PLLC

Re: 17 C.F.R. § 240.15c3-3(k)

Stock Traders (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): (k)(2)(ii)
2. The Company met the identified exemption provisions in 17 C.F.R. § 240.15c3-3(k) throughout the most recent fiscal year without exception.

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.

Stock Traders

I, Jeff Joslin, do hereby affirm that to my best knowledge and belief this Exemption Report is true and correct.

  
\_\_\_\_\_  
Sole Proprietor  
Stock Traders

Stock Traders - (714) 375-1788 - jeff@stocktradershb.com

Stock Traders  
Supplementary Auditor's Agreed Upon Procedures Report

Pursuant to SEA Rule 17a-5(d)(1)(i)(B)(2) of the Securities and Exchange Act of 1934

As of the year ended December 31, 2023



## Stock Traders

### Supplementary Schedules Pursuant to SEA Rule 17a-5 Of the Securities and Exchange Act of 1934

As of and for the Year-Ended December 31, 2023

#### Report of Independent Registered Public Accounting Firm on Applying Agreed Upon Procedures Pursuant to SEA Rule 17a-5(e)(4)

Stock Traders is a member of the Securities Investor Protection Corporation (SIPC). In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessments and Payments, Forms SIPC-7 to the Securities Investor Protection Corporation (SIPC) for the periods through December 31, 2023, which were agreed to by Stock Traders and the Securities and Exchange Commission, Financial Industry Regulatory Authority and the SIPC, solely to assist you and other specified parties in evaluating Stock Traders's compliance with the applicable instructions of the Assessment Reconciliation Forms SIPC 7. Stock Traders's management is responsible for Stock Traders's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures were performed, and our findings are as follows:

1. Compared the listed assessment payments represented on Form SIPC 6 & 7 with the respective cash disbursements record entries, noting no differences.
2. Compared audited Total Revenue for the period of January 01, 2023 through December 31, 2023 (fiscal year-end) with the amounts reported on Forms SIPC-7, noting no differences.
3. Compared any adjustments reported on Form SIPC-7 with supporting schedules and work papers, to the extent such exists, noting no differences.
4. Proved the arithmetical accuracy of the calculations reflected on Form SIPC-7, noting no differences.
5. If applicable, compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

We are not engaged to and did not conduct an examination for which the objective would be to express an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures other matters might have come to our attention that would have been reported.

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

*Tuttle & Bond PLLC*

Fredericksburg, Texas  
February 21, 2024

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Stock Traders

Supplementary Agreed Upon Procedures Report SIPC Reconciliation

Pursuant to SEA Rule 17a-5(d)(1)(i)(B)(2) of the Securities and Exchange Act of 1934

As of the year ended December 31, 2023

Stock Traders  
December 31, 2023  
SIPC 7 Reconciliation

|  |    |     |
|--|----|-----|
| Total Due - SIPC 7                                       | \$ | 295 |
| <hr/>  |    |     |
| Overpayment Applied                                      | \$ | 2   |
| <hr/>  |    |     |
| Balance Due after SIPC 6 Payment and Applied Overpayment | \$ | 134 |

|  | \$         | Date Paid:      | Check #: | Paid To: |
|--|------------|-----------------|----------|----------|
| Paid with SIPC 6                                 | 159        | August 4, 2023  | 3740     | SIPC     |
| Paid with SIPC 7                                 | 136        | January 9, 2024 | ACH      | SIPC     |
| Total Paid                                       | <u>295</u> |                 |          |          |
| Reconciled Difference (Overpayment) Underpayment | \$         |                 |          | (2)      |