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

SEC FILE NUMBER
466604

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 01/01/16 AND ENDING 12/31/16  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Glendale Securities, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

15233 Ventura Blvd., Suite 712  
(No. and Street)

Sherman Oaks CA 91403  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Paul Eric Flesche 818-907-1505  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

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

2367 Clubhouse Drive Rocklin CA 95765  
(Address) (City) (State) (Zip Code)

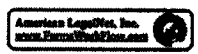
CHECK ONE:

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

FOR OFFICIAL USE ONLY

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02) Potential 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, Paul Eric Fiesche, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Glendale Securities, Inc., as of December 31, 2016, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

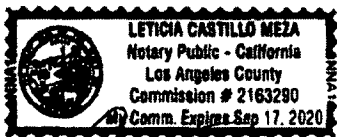
None

Paul Eric Fiesche

Signature

CEO

Title



Leticia Castillo Meza  
Notary Public

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

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in ~~Assets and Liabilities~~ **Cash Flows**.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**Elizabeth Tractenberg, CPA**  
**2367 Clubhouse Drive**  
**Rocklin, California 95765**  
**Office 916/259-1666 -- Fax 323/517-2625**  
**elizabeth@tractenberg.net**  
**PCAOB # 3621**

**Report of Independent Registered Public Accounting Firm**

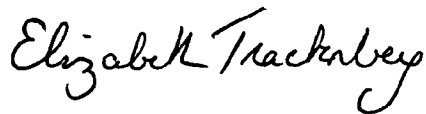
To the Board of Directors  
Glendale Securities, Inc.  
Sherman Oaks, Ca 91403

I have audited the accompanying statement of financial condition of Glendale Securities, Inc. (the "Company"), as of December 31, 2016 and the related statements of income (loss), changes in stockholders' equity, and cash flows condition for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial condition of the Company as of December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The information contained in Schedules I, II and III (the "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. My 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 my opinion on the supplemental information, I evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R §240.17a-5. In my opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.



Elizabeth Tractenberg, CPA  
Rocklin, CA  
February 28, 2017

**Glendale Securities, Inc.**  
**Statement of Financial Condition**  
**December 31, 2016**

**Assets**

Cash		\$ 407,978
Accounts Receivable		28,100
Trading Losses Receivable		135,130
Other Receivable		56,243
Clearing Broker Deposit		25,000
Rental Deposit		6,877
Inventory Position		732,078
Prepaid Expenses		3,798
Other Receivable, Related Company		100,000
Trading Deposits		(274)
		\$ 1,494,930
<b>Total Assets</b>		<b>\$ 1,494,930</b>

**Liabilities and Stockholders' Equity**

**Liabilities**

Accrued Expenses		\$ 41,343
Accounts Payable		1,780
Commissions Payable		47,937
Management Fee Accrual		61,834
Accrued Taxes		34,227
Other Payable		3,084
		\$ 190,205
<b>Total Liabilities</b>		<b>\$ 190,205</b>

**Stockholders' Equity**

Common Stock (\$0 par value, 100,000 shares authorized, 16,667 shares issued and outstanding)	\$	-	
Paid-in Capital		110,005	
Retained Earnings		1,194,720	1,304,725
		1,194,720	1,304,725

**Total Liabilities and Stockholders' Equity**

**\$ 1,494,930**

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

**Glendale Securities, Inc.**  
**Statement of Income**  
**For the Year Ended December 31, 2016**

<b>Revenues</b>		
Commissions Income		\$ 1,311,408
Certificate Deposit Income		329,424
Interest Income		1,084
Mutual Fund Income		967
Services		647,098
Trading		<u>600,475</u>
	<b>Total Revenues</b>	<u>\$ 2,890,456</u>
<b>Direct Costs</b>		
Access Charges		\$ 282,405
Broker Expenses and Payout		424,317
Computer Fees		7,663
DTC Charge		356,000
Certificate Deposit Charges		159,722
Ticket Charges		<u>332,707</u>
	<b>Total Direct Costs</b>	<u>\$ 1,562,814</u>
	<b>Gross Profits</b>	<u>\$ 1,327,642</u>
<b>Expenses</b>		
Bank Service Charges		\$ 1,007
Insurance		56,339
Interest Expense		336
Management Fees		61,834
Office Supplies		29,355
Software		615
Parking		23,260
Payroll and Related Expenses		545,494
Postage		10,081
Professional Expenses		192,811
Regulatory Fees		108,466
Regulatory Consulting		24,049
Rent		92,252
Utilities		4,052
Telephone		22,843
Taxes		13,916
Travel and Entertainment		18,624
Prior Year Adjustment		27,168
Miscellaneous		<u>7,475</u>
	<b>Total Expenses</b>	<u>\$ 1,239,977</u>
	Income Before Tax Provision	\$ 87,665
	Income Tax Provision	<u>(34,227)</u>
	<b>Net Income</b>	<u>\$ 53,438</u>

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

**Glendale Securities, Inc.**  
**Statement of Changes in Stockholders' Equity**  
**For the Year Ended December 31, 2016**

	<b>Common Stock Shares</b>	<b>Common Stock</b>	<b>Contributed Capital</b>	<b>Retained Earnings</b>	<b>Total</b>
December 31, 2015	16,667	-	\$ 110,005	\$ 1,141,282	\$ 1,251,287
Net Income	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>53,438</u>	<u>53,438</u>
December 31, 2016	<u>16,667</u>	<u>-</u>	<u>\$ 110,005</u>	<u>\$ 1,194,720</u>	<u>\$ 1,304,725</u>

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

**Glendale Securities, Inc.**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2016**

**Cash Flows from Operating Activities:**

Net Income	\$ 53,438
Changes in operating assets and liabilities:	
Accounts Receivable	(27,650)
Other Receivable	27,605
Management Fee Accrual	61,834
Inventory Position: Long	(140,091)
Inventory Position: Short	(1,204)
Accounts Payable	13,215
Accrued Taxes	34,227
Commissions Payable	6,045
Prepaid Expenses	10,835
Payroll Liabilities	1,880
Short Trading Payable	<u>1,204</u>
Net cash used by operating activities	<u>\$ 41,338</u>
Cash Flows from Investing Activities	
Investment in Inventory	<u>\$ 1,188</u>
Net Cash Provided by Investing Activities	<u>\$ 1,188</u>
Cash Flows for Financing Activities	
	<u>-</u>
Net increase in cash	\$ 42,526
Cash at the beginning of year	<u>365,452</u>
Cash at end of year	<u>\$ 407,978</u>
Supplemental Information	
Interest Paid	<u>\$ -</u>
Income Taxes Paid	<u>\$ 800</u>
Income Tax Refund	<u>\$ 44,243</u>

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

**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 1 – Organization and Nature of Business**

Glendale Securities, Inc. (the “Company”) was incorporated in the State of California on August 19, 2002. The Company is a registered broker-dealer with the Securities Exchange Commission (SEC), the Financial Industry Regulatory Authority (“FINRA”), the Municipal Securities Rulemaking Board (“MSRB”), and the Securities Investor Protection Corporation (“SIPC”). The Company has two locations: one in Sherman Oaks, California and one in New York, New York.

**Note 2 – Significant Accounting Policies**

**Basis of Presentation** – The Company conducts the following types of business as a securities broker- dealer, which comprises several classes of services, including:

- Broker or dealer making inter-dealer markets in corporate equity securities over-the-counter
- Broker or dealer retailing corporate debt securities
- Broker or dealer selling corporate debt securities
- Mutual fund retailer
- U.S. government securities broker
- Municipal securities broker
- Put and call broker or dealer or option writer
- Non-exchange member arranging for transactions in listed securities by exchange member
- Trading securities for own account

Under its membership agreement with FINRA and pursuant to Rule 15c3 (k) (2) (ii), the Company conducts business on a fully disclosed basis and does clear securities transactions for customers. Accordingly, the Company is exempt from the requirement of Rule 15c3-3 under the Securities Exchange Act of 1934 pertaining to the possession or control of customer assets and reserve requirements.

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

**Securities Inventory** – Proprietary securities transactions in regular-way trades are recorded on the trade date, as if they had settled. Profit and loss arising from all securities and commodities transactions entered into for the account and risk of the Company are recorded on a trade date basis. Customers’ securities and commodities transactions are reported on a settlements date basis with related commission income and expenses reported on a trade date basis.

Securities inventory positions are marked to market at the end of each reporting period.

Amounts receivable and payable for securities transactions that have not reached their contractual settlement date are recorded net on the statement of financial condition.



**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 2 - Significant Accounting Policies (continued)**

**Commissions** - Customers' securities transactions and related commission income and expenses are recorded on a settlement-date basis.

**Income Taxes** - The amount of current taxes payable or refundable is recognized as of the date of the financial statements, utilizing currently enacted tax laws and rates.

The Company recognizes and measures its unrecognized tax benefits in accordance with FASB ASC 740, *Income Taxes*. Under that guidance the Company assesses the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. The measurement of unrecognized tax benefits is adjusted when new information is available, or when an event occurs that requires a change.

The accounting principles generally accepted in the United States of America provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken by the Company in its Federal and State organization tax returns are more likely than not to be sustained upon examination. The Company is subject to examinations by U.S. Federal and State tax authorities from 2013 to the present, generally for three years after they are filed.

**Note 3 - Fair Value**

FASB ASC 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820, are used to measure fair value.

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

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.

**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 3 - Fair Value (continued)**

- Level 3 inputs are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data.)

The following table presents the Company's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of December 31, 2016.

**Fair Value Measurements on a Recurring Basis**  
**As of December 31, 2016**

	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash	\$ 407,978			\$ 407,978
Clearing Deposits	25,000			25,000
Securities Owned:				
Penny Stocks		\$ 732,078		732,078
<b>Total</b>	<b>\$ 432,978</b>	<b>\$ 732,078</b>	<b>-</b>	<b>\$ 1,165,056</b>

**Note 4 - Receivable From and Payable to Broker-Dealers and Clearing Organizations**

Amounts receivable from and payable to broker-dealers and clearing organizations at December 31, 2016, consist of the following:

	Receivable	Payable
Fees and commissions receivable/payable	\$ 0	\$ 35,698

The Company clears certain of its proprietary and customer transactions through Electronic Transaction Clearing Inc. on a fully disclosed basis.

**Note 5 - Trading Deposits**

The Company deposited \$ 274 with Electronic Transaction Clearing, Inc. which is used for Market Making Inventory transactions.

**Note 6 - Other Receivable, Related Company**

Other Receivable, Related Company is a non-interest bearing receivable from BDFINCO, LLC. BDFINCO, LLC is owned by certain officers of the Company. BDFINCO, LLC's principal activity is the lending of funds to the Company's clearing firm's holding company, ETC Global Holding, Inc..

**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 7 - Related Party**

Certain officers of the Company are also officers of another Company, Mundial Financial Group, LLC, and are deemed to be under common control. The Company shares its office space with the affiliated company which pays a portion of expenses pursuant to an Expense Sharing Agreement.

The Company received rent and expense reimbursements from the affiliate. The Company had a receivable of \$4,300 from the affiliate at December 31, 2016.

Certain officers of the Company are also officers of another Company, BDFINCO, LLC and are deemed to be under common control.

The Company had a receivable of \$100,000 from the affiliate at December 31, 2016.

It is possible that the terms of certain of the related party transactions are not the same as those that would result from transactions among wholly unrelated parties.

**Note 8 - Concentration of Risk**

Amounts held in financial institutions occasionally are in excess of the Federal Deposit Insurance Corporation and Securities Investor Protection Corporation limits. The Company deposits its cash in high quality financial institutions, and management believes the Company is not exposed to significant credit risk on those amounts.

**Note 9 - Concentration of Credit Risk**

The Company is engaged in various trading and brokerage activities in which counter-parties primarily include broker-dealers, banks, and other financial institutions. In the event counter-parties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the creditworthiness of the counter-party or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counter-party.

**Note 10 - Net Capital Requirements**

The Company is subject to the SEC Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. 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. At December 31, 2016, the Company had net capital of \$580,211 which was \$344,711 in excess of its required net capital of \$235,500. The Company's net capital ratio was 0.33 to 1.

**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 11 - Income Taxes**

The Company files its tax returns on an accrual basis. The current income tax expense included in the statements of operations as determined in accordance with FASB ASC 740 is as follows:

	<u>Current</u>
Federal	\$ 24,076
State	10,151
Total income tax provision	<u>\$ 34,227</u>

**Note 12 - Clearing Broker Deposit**

The Company has an agreement with Electronic Transaction Clearing Inc which requires a minimum deposit of \$25,000. The clearing broker deposit at December 31, 2016 was \$25,000.

**Note 13 - Pension Plan**

During 2010, the Company adopted a 401 (k) plan covering eligible employees of the Company. All employees are eligible to contribute immediately upon employment. The Company did not make any contributions to the plan for the year ended December 31, 2016.

**Note 14 - Exemption from the SEC Rule 15c3-3**

The Company is an introducing broker-dealer that clears all transactions with and for customers on a fully disclosed basis with an independent securities clearing company and promptly transmits all customer funds and securities to the clearing company, which carries all of the accounts of such customers and maintains and preserves such books and records pertaining thereto pursuant to the requirements of the SEC Rule 17a-3 and 17a-4, as are customarily made and kept by a clearing broker or dealer.

**Note 15 - Operating Lease**

On May 7, 2015 the Company entered into a five year lease for office space under a non-cancellable operating lease, commencing September 1, 2015 and expiring August 31, 2020.

At December 31, 2016 future minimum lease payments under this agreement were as follows:

2017	94,739
2018	98,055
2019	101,487
2020	69,219
	<u>\$ 363,500</u>

Rent expense for the year ended December 31, 2016 was \$92,252.

**Glendale Securities, Inc.**  
**Notes to Financial Statements**  
**December 31, 2016**

**Note 16 – Subsequent Events**

On February 23, 2017 BDFINCO, LLC returned \$100,000 to Glendale Securities, Inc., the full amount classified as Other Receivable, Related Company on Glendale Securities, Inc.'s balance sheet.

Management has reviewed the results of operations for the period of time from its year end December 31, 2016 through February 28, 2017, the date the financial statements were available to be issued, and has determined that no adjustments are necessary to the amounts reported in the accompanying financial statements nor have any other subsequent events occurred, the nature of which would require disclosure.

**Glendale Securities, Inc.**  
**Schedule I**  
**Computation of Net Capital Pursuant to Rule 15c3-1**  
**December 31, 2016**

Computation of Net Capital

Total ownership equity from statement of financial condition	\$ 1,304,725
Non Allowable Assets:	
Due From Affiliate	(4,300)
Trading Losses Receivable	(135,130)
Accounts Receivable	(23,800)
Other Receivable	(56,243)
Prepaid Expenses	(3,798)
Rental Deposit	(6,877)
Other Receivable, Related Company	(100,000)
Haircuts:	
Other Securities	(57,775)
Undue concentration	(31,229)
Positions with Limited Market	(7,503)
Blockage	(294,429)
No Market	(3,430)
<b>Net Capital</b>	<b><u>\$ 580,211</u></b>
Computation of Net Capital Requirements:	
Minimum net aggregate indebtedness - 6-2/3% of net aggregate indebtedness	<u>\$ 12,680</u>
Minimum dollar net capital required	<u>\$ 235,500</u>
Net Capital required (greater of above amounts)	<u>\$ 235,500</u>
Excess Capital	<u>\$ 344,711</u>
Excess net capital at 1000% (net capital less 10% of aggregate indebtedness)	<u>\$ 297,611</u>
Computation of Aggregate Indebtedness:	
Total liabilities net of deferred income taxes payable and deferred income	<u>\$ 190,205</u>
Aggregate indebtedness to net capital	0.33
The following is a reconciliation of the above net capital computation with the Company's corresponding unaudited computation pursuant to Rule 179.5 (d) (4):	
Net Capital per Company's computation:	\$ 580,211
Variance	<u>-</u>
Net capital per audit	<u>\$ 580,211</u>

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

**Glendale Securities, Inc.**  
**Schedule II – Computation for Determination of**  
**Reserve Requirements Pursuant to Rule 15c3-3**  
**As of December 31, 2016**

A computation of reserve requirement is not applicable to Glendale Securities, Inc. as the Company qualifies for exemption under Rule 15c3-3 (k) (2) (ii).

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

**Glendale Securities, Inc.**  
**Schedule III - Information Relating to Possession or**  
**Control Requirements under Rule 15c3-3**  
**As of December 31, 2016**

Information relating to possession or control requirements is not applicable to Glendale Securities, Inc. as the Company qualifies for exemption under Rule 15c3-3 (k) (2) (ii).

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



**Elizabeth Tractenberg, CPA**  
**2367 Clubhouse Drive**  
**Rocklin, California 95765**  
**Office 916/259-1666 -- Fax 323/517-2625**  
**elizabeth@tractenberg.net**  
**PCAOB # 3621**

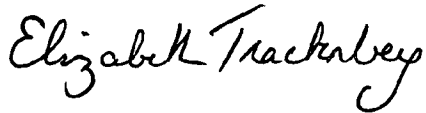
**Report of Independent Registered Public Accounting Firm – Exemption Report**

To the Board of Directors  
Glendale Securities, Inc.

I have reviewed management's statements, included in the accompanying Glendale Securities, Inc. (the "Company") Exemption Report in which (1) the Company identified the following provisions of 17C.F.R. §15c3-3(k) under which the Company claimed an exemption from 17 C.F.R. §240.15c3-3: ((k) (2) (ii)) (the "exemption provisions"), and (2) the Company stated that they met the identified exemption provisions throughout the most recent fiscal year, without exception. The Company's management is responsible for compliance with the exemption provisions and its statements.

My 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, I do not express such an opinion.

Based on my review, I am 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 for the periods noted in paragraph 1 above.



Elizabeth Tractenberg, CPA  
Rocklin, CA  
February 28, 2017

**GLENDALE SECURITIES, INC.**

15239 Ventura Boulevard ■ Suite 712 ■ Sherman Oaks, CA 91403  
ph: 866.803.7900 U.S. ■ ph: 818.907.1505 INTL. ■ fax: 818.907.1506

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www.glendalesecurities.com ■ Member FINRA - SIPC

December 31, 2016

Elizabeth Tractenberg, CPA  
2367 Clubhouse Drive  
Rocklin, CA 95765

Re: SEA Rule 17a-5(d) (4) Exemption Report

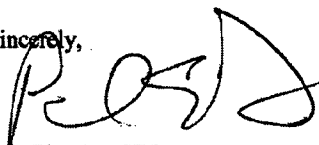
Dear Ms. Tractenberg:

Pursuant to the referenced rule, the following information is provided.

Under its membership agreement with FINRA and pursuant to Rule 15c3-3 (k) (2) (ii), the Company conducts business on a fully disclosed basis and does not execute or clear securities transactions for customers.

Glendale Securities, Inc. met the Section 204, 15c3-3 (k) (2) (ii) exemption for the period January 1, 2016 to December 31, 2016.

Sincerely,



Eric Flesche, CFO