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

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FORM X-17A-5
PART III

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FACING PAGE

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

FILING FOR THE PERIOD BEGINNING 07/01/2025 (MM/DD/YY) AND ENDING 06/30/2026 (MM/DD/YY)

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: Firstrade Securities Inc

TYPE OF REGISTRANT (check all applicable boxes):

☒ Broker-dealer ☐ Security-based swap dealer ☐ Major security-based swap participant

☐ Check here if respondent is also an OTC derivatives dealer

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

3050 Whitestone Expressway, Ste A301
(No. and Street)

Flushing	New York	11354
(City)	(State)	(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

John Liu	718-269-1565	ftbilling@firstrade.com
(Name)	(Area Code – Telephone Number)	(Email Address)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose reports are contained in this filing*

Wei,Wei & Co., LLP
(Name – if individual, state last, first, and middle name)

133-10 39th Ave	Flushing	NY	11354
(Address)	(City)	(State)	(Zip Code)

03/28/2006	# 2388
(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.

OATH OR AFFIRMATION

I, John Liu, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of Firstrade Securities Inc., as of 06/30, 2026, 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.

Katty Wong
KATTY WONG
Notary Public, State of New York
No. 01WO6169734
Qualified in Queens County
Commission Expires: July 2, 2027

Signature: John Liu

Title:
CEO

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

- [x] (a) Statement of financial condition.
- [ ] (b) Notes to consolidated statement of financial condition.
- [x] (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).
- [x] (d) Statement of cash flows.
- [x] (e) Statement of changes in stockholders' or partners' or sole proprietor's equity.
- [ ] (f) Statement of changes in liabilities subordinated to claims of creditors.
- [x] (g) Notes to consolidated financial statements.
- [x] (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.
- [x] (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.
- [x] (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.
- [x] (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.
- [x] (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).
- [x] (z) Other: A copy of the SIPC Supplemental Report

***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.*

FIRSTRADE SECURITIES, INC.

CONTENTS

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholder
of Firstrade Securities, Inc.

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of Firstrade Securities, Inc. as of June 30, 2026, the related statements of income, changes in stockholder'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 Firstrade Securities, Inc. as of June 30, 2026, 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 Firstrade Securities, Inc.'s management. Our responsibility is to express an opinion on Firstrade Securities, Inc.'s financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to Firstrade Securities, Inc. in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

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

Auditor's Report on Supplemental Information

The Computation of Net Capital Under Rule 15c3-1 has been subjected to audit procedures performed in conjunction with the audit of Firstrade Securities, Inc.'s financial statements. The supplemental information is the responsibility of Firstrade Securities, Inc.'s management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the Computation of Net Capital Under Rule 15c3-1 is fairly stated, in all material respects, in relation to the financial statements as a whole.

Wei Wei & Co. LLP

We have served as Firstrade Securities, Inc.'s auditor since 2014.

Flushing, NY
August 31, 2026

FIRSTRADE SECURITIES, INC.

STATEMENT OF FINANCIAL CONDITION

JUNE 30, 2026

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	$ 33,545,814
Due from clearing brokers	17,313,264
Accrued interest receivable	75,202
Prepaid Taxes	1,690,634
Prepaid expenses	1,192,541
Short-term investments-other	55,730,421
Total Current Assets	109,547,876
PROPERTY AND EQUIPMENT-NET	3,992,104
OTHER ASSETS	
Right of use assets	3,972,217
Clearing deposits	1,243,816
Other assets	660,118
Related party receivable	65,693
Intangible assets, net	334
Total Other Assets	5,942,178
Total Assets	**$ 119,482,158**

See accompanying notes to the financial statements.

FIRSTRADE SECURITIES, INC.

STATEMENT OF FINANCIAL CONDITION

(CONTINUED)

JUNE 30, 2026

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES	
Accrued expenses	$ 1,924,099
Accrued payroll	21,554,932
Line of credit	790,613
Related party payable	642,939
Operating lease liabilities-current	435,052
Financing lease liability-current	25,451
Income taxes payable	88,738
Total Current Liabilities	25,461,824
OTHER LIABILITIES	
Operating lease liabilities, net of current portion	3,691,729
Financing lease liabilities, net of current portion	43,972
Deferred tax liability, net	935,200
Total Liabilities	**30,132,725**
STOCKHOLDER'S EQUITY	
Preferred stock- $.10 par value, 4,000,000 shares authorized, none issued or outstanding	-
Common stock- $.01 par value, 32,000,000 shares authorized, 19,003,500 shares issued and 18,603,500 shares outstanding	190,035
Additional paid-in capital	2,039,773
Retained earnings	87,917,125
Less: treasury stock at cost, 400,000 shares	(797,500)
Total Stockholder's Equity	89,349,433
Total Liabilities and Stockholder's Equity	**$ 119,482,158**

See accompanying notes to the financial statements.

FIRSTRADE SECURITIES, INC.

STATEMENT OF INCOME

FOR THE YEAR ENDED JUNE 30, 2026

REVENUES	
Commissions	$ 2,525,133
Interest rebate income	137,638,254
Other income	39,701,815
Total Revenues	**179,865,202**
EXPENSES	
Salaries and payroll related expenses	31,144,285
Clearing and execution costs	7,809,095
Margin interest expense	19,731,002
Customer rebate refund	4,428,015
Interest expense	60,702
Research and statistical costs	6,278,907
Regulatory fees and expenses	444,222
Occupancy and equipment costs	629,514
Communications costs	924,206
Office and related expenses	4,359,541
Promotional costs	11,124,871
Insurance expense	1,150,279
Professional fees	2,581,454
Depreciation and amortization	496,059
Other operating costs	4,560,730
Error expense	14,704,187
Total Expenses	**110,427,069**
Income Before Income Taxes	69,438,133
Income taxes	24,511,263
Net Income	**$ 44,926,870**

See accompanying notes to the financial statements.

FIRSTRADE SECURITIES, INC.

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY

FOR THE YEAR ENDED JUNE 30, 2026

	Common Stock Shares	Common Stock Amount	Additional Paid-in Capital	Treasury Stock	Retained Earnings	Total
Balance, beginning of year	19,003,500	$190,035	$2,039,773	$(797,500)	$67,990,255	$69,422,563
Net income	-	-	-	-	44,926,870	44,926,870
Dividends	-	-	-	-	(25,000,000)	(25,000,000)
Balance, end of year	19,003,500	$190,035	$2,039,773	$(797,500)	$87,917,125	$89,349,433

See accompanying notes to the financial statements.

FIRSTRADE SECURITIES, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2026

CASH FLOWS FROM OPERATING ACTIVITIES	
Net income	$ 44,926,870
Adjustments to reconcile net income to net cash provided by operating activities:	
Amortization of right of use assets	426,724
Depreciation and amortization	496,059
Deferred taxes	729,189
Unrealized loss on investments	3,798
Increase (Decrease) in cash resulting from changes in operating assets:	
Due from clearing brokers	923,525
Clearing deposits	(43,274)
Other assets	(452,291)
Related Party receivable	799,140
Accrued interest receivable	77,456
Prepaid taxes	(1,672,948)
Prepaid expenses	(387,735)
Increase (Decrease) in cash resulting from changes in operating liabilities:	
Operating lease liabilities	(424,659)
Income taxes payable	(1,696,101)
Accrued expenses	766,495
Accrued payroll	21,251,569
Net cash provided by operating activities	65,723,817
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	(3,655,325)
Purchase of short-term investments-other	(21,783,587)
Purchase of investments	(36,421)
Net cash (used in) investing activities	(25,475,333)
CASH FLOWS FROM FINANCING ACTIVITIES	
Payment of line of credit	(55.000)
Payment of financing lease	(12,029)
Payment of dividends	(25,000,000)
Net cash (used in) financing activities	(25,067,029)
Net increase in cash, cash equivalents and restricted cash	15,184,455
Cash, cash equivalents and restricted cash -beginning of year	**18,364,359**
Cash, cash equivalents and restricted cash-end of year	**$ 33,545,814**

FIRSTRADE SECURITIES, INC.

STATEMENT OF CASH FLOWS

(CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2026

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid during the year for:	
Interest	$ 60,702
Income taxes	$ 25,281,565

SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:

Equipment purchased under financing lease	$ 79,532
Recognition of lease liability and right of use asset	$ 2,098,454

See accompanying notes to the financial statements.

FIRSTRADE SECURITIES, INC.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2026

1. ORGANIZATION

Firstrade Securities, Inc. (the "Company") is a registered broker-dealer in securities under the Securities and Exchange Act of 1934. The Company acts as an introducing broker and provides discount brokerage and investment services for its clients.

The Company is a wholly-owned subsidiary of Firstrade Holding Corporation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Method of Accounting

The Company's financial statements are prepared using the accrual method of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

b) Use of Estimates

The preparation of financial statements in accordance 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, the 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.

c) Cash and Cash Equivalents

The Company considers all demand and time deposits and all highly liquid financial instruments purchased with original maturities of three months or less to be cash equivalents.

d) Advertising

Advertising costs, included in promotional costs, are charged to expense as incurred. For the year ended June 30, 2026, advertising expense was $11,124,871.

e) Investment Income Recognition

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of income (loss) on each investment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Fair Value Measurements

The Company follows the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Section 820 for fair value measurements which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in valuing assets and liabilities. Level 1 inputs have the highest reliability and are related to identical assets and liabilities with unadjusted quoted prices in active markets. Level 2 inputs relate to assets and liabilities, not included level 1, which are observable either directly or indirectly. Level 3 inputs are unobservable inputs for the asset or liability and are used to the extent that observable inputs do not exist.

g) Property and Equipment

Property and equipment are stated at cost. Major expenditures for the acquisition of property, equipment and betterments that substantially increase useful lives of the fixed assets are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income. Depreciation is provided utilizing the double declining balance half year convention method over the estimated useful lives of the assets (five to seven years). Leasehold improvements are amortized over the lesser of the term of the lease or the estimated useful lives of the improvements.

h) Intangibles

Intangible assets consist of trademarks and software and are recorded at cost. Amortization of trademarks is computed using the straight-line method over a period of 15 years. Software development costs are amortized using the straight-line method over a useful life of 3 years.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

i) Profit Sharing Plan

The Company maintains a contributory qualified 401(k) plan which covers all employees who have three months of service and who are 21 years of age. Employees may contribute to the plan up to a maximum of $23,500 or $31,000 or $35,000, depending on age, for the year ended June 30, 2026. The Company will make matching contributions on a per payroll period basis of 3% of participants' eligible compensation. The Company's matching contribution for the year ended June 30, 2026 was $222,750.

j) Income Taxes

The Company accounts for income taxes in accordance with the FASB issued Accounting Standard ASC 740, Income Taxes, which requires the recognition of deferred income taxes for differences between the basis of assets and liabilities for financial statement and income tax purposes. Deferred tax assets and liabilities represent the future tax consequence for those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

Deferred taxes are also recognized for operating losses that are available to offset future taxable income. A valuation allowance is established to reduce net deferred tax assets to the amount expected to be realized.

The Company follows the provisions of FASB ASC 740-10-25, which prescribes a recognition threshold and measurement attribute for the recognition and measurement of tax positions taken or expected to be taken in income tax returns. FASB ASC 740-10-25 also provides guidance on de-recognition of income tax assets and liabilities, classification of current and deferred income tax assets and liabilities, and accounting for interest and penalties associated with tax positions. Interest costs related to unrecognized tax benefits are required to be calculated (if applicable) and would be classified as interest expense in the statement of operations. Penalties would be recognized as a component of general and administrative expenses. The Company does not have any accruals for uncertain tax positions as of December 31, 2023. It is not anticipated that unrecognized tax positions will significantly increase within 12 months of the reporting date.

The Company is no longer subject to U.S. federal, state or local income tax audits for periods prior to July 1, 2019.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

The Company is a wholly owned subsidiary of the Firstrade Holding Corporation. The Company's net income is included in the consolidated income tax return of parent company. The Company will reimburse Firstrade Holding Corporation for its pro-rata share of income taxes, if any.

k) Revenue Recognition

The Company recognizes revenue in accordance with Financial Accounting Standards Board Accounting Standards Update ("ASU") ASU 2014-09 "Revenue from Contracts with Customers" and all subsequent amendments to the ASU (collectively ASC section 606), which creates a single framework for recognizing revenue from contracts with customers that fall within its scope. Entities recognize revenue for the transfer of goods or services in an amount that reflects the consideration which the entity expects it is entitled to receive from customers in exchange for those goods or services. A customer is defined as a party that has contracted with an entity to obtain goods or services in the ordinary course of business in exchange for consideration. The following steps are applied under ASC section 606:

1) Identify the contract(s) with a customer
2) Identify the performance obligation(s) in the contract
3) Determine the transaction price
4) Allocate the transaction price to the performance obligation(s) in the contract
5) Recognize revenue when (or as) the entity satisfies each performance obligation

The Company's revenues from contracts with its clients are recognized when the performance obligations are satisfied at an amount that reflects the consideration expected to be received in exchange for such services. The majority of the Company's performance obligations are satisfied at a point in time and are typically collected from the client after the related performance obligations are satisfied.

Commissions

The Company earns revenue by executing transactions for clients in equity securities, debt securities and options. The Company also earns revenue by executing transactions in debt securities on a riskless principal basis. Commission revenues are earned on a trade-date basis and are paid on settlement date, and a receivable is recorded on the trade-date.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

Other revenue

Other revenue primarily consists of order flow rebate income. The Company earns revenue by partnering with the clearing broker that handles the actual trade execution. The client of the Company places a trade, the order is routed through the clearing broker and the clearing broker decides where to send the order for execution. The clearing broker shares a portion with the Company when the clearing broker receives order flow rebate from market makers or exchanges period for routing the orders. The portion is determined by the revenue sharing agreements between the Company and the clearing broker. Revenue is recognized on a trade-date basis and a receivable is recorded on the trade-date.

Interest Rebate

The Company brings the client to the clearing broker to open accounts and earns a portion of the rebate in accordance with the operating agreement. The interest rebate, which is remitted by the clearing broker to the Company, is generated from customer credit balances that are reinvested when clients maintain uninvested cash in their brokerage accounts. The interest rebate income is recognized under the accrual basis and interest receivable is recorded when earned.

Interest Income and Expense

The Company, as an introducing broker, does not carry customer accounts or otherwise engage directly in securities lending or borrowing transactions. Pursuant to its clearing agreement, all customer accounts are carried by the Company's clearing broker.

Under this arrangement, the Company earns interest income and incurs interest expense related to customer margin accounts and securities loaned or borrowed through the clearing broker. The clearing broker calculates and assesses interest charges on customer margin balances and stock borrowings, and remits to the Company its allocated portion of interest income or charges for interest expense under the terms of the clearing agreement.

For the year ended June 30, 2026, the Company recognized interest income of $43,416,391 and interest expense of $19,731,001 in the accompanying statement of income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

l) Current Expected Credit Losses

The Company follows ASC Topic 326, Financial Instruments - Credit Losses ("ASC 326"). ASC 326 impacts the impairment model for certain financial assets by requiring a current expected credit loss ("CECL") methodology to estimate expected credit losses over the entire life of the financial asset. Under the accounting update, the Company has determined that there are no expected credit losses in certain circumstances (e.g., based on the credit quality of the customer). As of June 30, 2026, Company has not recognized any allowance or provision related to accounts receivable. The adoption of the accounting standard did not have any impact on the Company's recognition of financial instruments within the scope of the standard.

m) Recent accounting pronouncements

The FASB has established the ASC as the authoritative source of GAAP. 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 ASUs.

In December 2023, the FASB issued Accounting Standards Update 2023-09, "Income taxes (Topic 740): Improvements to Income Taxes Disclosures." This guidance requires annual disclosure of specific categories in the rate reconciliation and provides additional information for reconciling items that meet a quantitative threshold. The guidance is effective for annual periods beginning after December 15, 2024. The Company adopted this effective July 1, 2025, on a prospective basis. The adoption of this guidance did not have a material impact on our financial statements and related disclosures.

3. NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1) which requires the maintenance of minimum net capital of $250,000 or 6-2/3% of aggregate indebtedness. The ratio of aggregate indebtedness to net capital shall not exceed 15 to 1, both as defined. At June 30, 2026, the Company had net capital of $80,781,130 under Rule 15c3-1, which was $79,108,453 in excess of its required net capital of $250,000. The Company's percentage of aggregate indebtedness to net capital was 31.06%.

4. FAIR VALUE OF FINANCIAL INSTRUMENTS

The following table shows the major categories of investments measured at fair value at June 30, 2026, grouped by the fair value hierarchy:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Quoted prices in markets that are not level 1 for similar assets (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Equities	$ 66,967	$ 147	$ -	$ 67,114
Treasury bills	-	19,935,538	-	19,935,538
Certificates of deposit	-	35,727,769	-	35,727,769
Total at fair value	$ 66,967	$ 55,663,454	$ -	$55,730,421

Certificates of deposit were valued based on information provided by the bank. Treasury bills were valued based on information provided by the financial institutions.

The amount of loss included in the income statement was attributable to the increase in unrealized loss relating to assets still held at June 30, 2026 was approximately $3,798.

5. SHORT-TERM INVESTMENTS-OTHER

Certificates of deposit, which mature within one year, totaling $35,727,769 are included in short-term investments-other in the accompanying statement of financial condition. A Certificate of deposit totaling $1,000,000 serves as collateral for the line of credit in Note 6 and is included in short-term investments - other. The certificates bear interest ranging from 3.92% to 5.1% with penalties for early withdrawal. Interest income recognized for the year ended June 30, 2026 was $840,977. Any penalties for early withdrawal would not have a material effect on the financial statements.

Treasury bills, which mature within one year, totaling $19,935,538 are included in short-term investments - other in the accompanying statement of financial condition. The net carrying amount is $19,935,538 and the par value is $20,000,000. The treasury bills are expected to be held to be mature from July 1, 2026 to July 15, 2026 with yields ranging from 3.61% to 3.7%.

6. LINE OF CREDIT

The Company has a line of credit of $1,000,000 with a bank, which expired on July 16, 2025 and was renewed to July 16, 2026. The loan is collateralized by a $1,000,000 certificate of deposit. The balance outstanding at June 30, 2026 is $790,613 and the interest rate is 5.5%. The interest expense for the line of credit for the year ended June 30, 2026 was $46,008. The line of credit was fully paid off on August 3, 2026.

7. CASH

The following table provides a reconciliation of cash, cash equivalents and restricted cash reported within our statement of cash flows.

	June 30, 2026	June 30, 2025
Cash and cash equivalents	$ 33,545,814	$17,864,186
Restricted cash – non-current	0	500,173
Total cash, cash equivalents and restricted cash	$ 33,545,814	$ 18,364,359

8. PROPERTY AND EQUIPMENT

Property and equipment and their useful lives as of June 30, 2026, consist of the following:

	Useful Life in Years	
Leasehold improvements	shorter of asset life or lease term	$ 76,193
Equipment	5-7	8,168,642
Furniture and fixtures	5-7	442,909
Auto	5-7	28,172
Total property and equipment		8,715,916
Less: accumulated depreciation and amortization		(4,723,812)
Property and equipment-net		$ 3,992,104

Depreciation expense for the year ended June 30, 2026 was $495,995.

9. INTANGIBLE ASSETS

Intangible assets consist of the following as of June 30, 2026:

	Useful Life In Years	
Trademark	15	$ 8,788
Purchase of customer accounts	5	400,000
Software development costs	3	4,944,604
Total intangible assets		5,353,392
Less: accumulated amortization		(5,353,058)
Intangible assets, net		$ 334

Amortization expense for the year ended June 30, 2026 was $64. Future estimated amortization expense is as follows:

Year Ended June 30,	
2026	$ 334

10. INCOME TAXES

The provision for (benefit from) income taxes for the year ended June 30, 2026 is comprised of the following:

Current:	
Federal	$ 11,804,062
State and local	11,978,012
Toal Current	23,782,074
Deferred	
Federal	450,381
State and local	278,808
Toal Deferred	729,189
Provision for income taxes	$ 24,511,263

10. INCOME TAXES (continued)

For the fiscal year ended June 30, 2026, the Company made tax payment $12,290,336 for federal and $12,991,229 for state and local taxes.

The components of deferred tax liability at June 30, are as follows:

	2026
Deferred tax liabilities	
Unrealized gain/loss	$ (1,875)
Depreciation	(942,015)
Total deferred tax liability	(943,890)
Less:	
Deferred tax assets	
Accrued vacation	8,690
Deferred tax liability, net	$(935,200)

The reconciliation of statutory federal income tax rate and our effective income tax rate was as follows:

		Amount	Percentage	
Federal tax at statutory tax rate	$	14,582,008	21.0	%
State and local taxes, net of federal benefit		11,978,012	17.2	
Non Deductible Item				
Entertain expense		11,203	-	
Tax Penalty		30,660	-	
Other Adjustment		(2,090,620)	(3.0)	
Provision for income taxes	$	24,511,263	35.2	%

11. RIGHT OF USE ASSET AND LEASE LIABILITY

Operating Leases

The Company occupies office space in New York City. The current lease expires on December 31, 2033. On May 7, 2025, the Company entered into a lease modification agreement with the landlord for additional office space for a term that is to expire on the same expiration date on December 31, 2033. The lease was commenced on August 7, 2025 after the landlord fully completed the renovation. The Company recorded rent expense for the year ended June 30, 2026 of approximately $673,308 for this office. The Company also occupies office space in Florida. The current lease expires on November 30, 2027. The Company recorded rent expense for the year ended June 30, 2026 of approximately $82,899 for this office.

In accordance with FASB ASC "Leases (Topic 842)" the Company classified its New York City office lease as an operating lease. The lease contains a renewal option for of an additional 10 years which was not included when determining the right of use asset. The Company valued the right of use asset and lease liability based on the present value of unpaid future minimum lease payments. During the year ended June 30, 2026, the Company recognized right of use asset and lease liability of $2,098,454 upon commencement of the lease modification for additional office spaces. The Company has a right of use asset as of June 30, 2026 of $3,879,565 and a lease liability of $4,028,438. The amortization of this right of use asset was $352,918 for year ended June 30, 2026 and operating cash flow paid for the lease liability during the same period was $355,921. The present value of the lease utilized the incremental collateralized borrowing rate on the adoption date of 8.5%.

The Florida office lease was classified as an operating lease. The Company valued the right of use asset and lease liability based on the present value of unpaid future minimum lease payments. The lease has no renewal options. The Company had a right of use asset as of June 30, 2026 of $92,652 and a lease liability of $98,343. The amortization of this right of use asset was $73,806 for year ended June 30, 2026 and operating cash flow paid for the lease liability during the same period was $68,738. The present value of the lease utilized the incremental collateralized borrowing rate on the adoption date of 6.5%.

11. RIGHT OF USE ASSET AND LEASE LIABILITY (continued)

A reconciliation of operating lease liabilities by minimum lease payments and discount amount by year, as of June 30, 2026 are as follows:

Year Ending June 30,	Lease Payments	Less Discount Amount	Net Lease Liability
2027	$ 746,673	$ 311,621	$ 435,052
2028	688,110	278,203	409,907
2029	693,324	244,495	488,829
2030	714,076	206,410	507,666
Thereafter	2,672,190	346,863	2,325,327
	$ 5,514,373	$ 1,387,592	$ 4,126,781

Financing Lease

The Company leases equipment under financing lease expiring in 2029. The asset and liability under financing lease are recorded at the lower of the present value of the minimum lease payments or the fair value of the leased asset. The asset are amortized over the lower of its lease term or its estimated productive lives. Amortization of asset under capital lease is included in depreciation and amortization expenses.

The following is a summary of equipment held under financing lease at June 30, 2026:

Equipment	$ 79,532
Less: accumulated amortization	(11,046)
Equipment, net	$ 68,486

Interest rate on financing lease is 6.75% which is imputed based at lower of the Company's incremental borrowing rate at the inception of lease or the lessor's implicit rate of return.

12. FINANCIAL INSTRUMENTS AND CREDIT RISK CONCENTRATION

Financial instruments which potentially subject the Company to concentrations of credit risk consist principally of cash and cash equivalents. The Company maintains its cash with various financial institutions. The Company monitors the credit quality of the financial institutions and does not anticipate any exposure. The total cash balance in each financial institution is insured by the FDIC up to $250,000. Uninsured funds as of June 30, 2026 were approximately $68,253,000. The amount due from the clearing broker was collected in the subsequent month.

14. RELATED PARTY TRANSACTIONS

The following is a summary of balances with the Company's parent Firstrade Holding Corporation and its affiliate, Firstrade Technology LLC which under common control of the parent company.

Due to Firstrade Technology LLC	$	(642,939)
Due from Parent	$	65,694

The affiliate provides management and technology services to the company. For the year ended June 30, 2026, the affiliate charged company $2,915,702. Due from parent as of June 30, 2026 is comprised of the taxes payable resulting from the parent's consolidated tax returns.

15. REPORTABLE SEGMENTS

The Company is engaged in a single line of business as a securities broker-dealer. The Company has identified its President as the Chief Operation Decision Maker ("CODM"), who uses net income to evaluate the results of the business, predominantly in the forecasting process, to manage the Company. Additionally, the CODM uses excess net capital (see Note 4), which is not a measure of profit and loss, to make operational decisions while maintaining capital adequacy, such as whether to reinvest profits or pay dividends. The Company's operations constitute a single operating segment and therefore, a single reportable segment, because the CODM manages the business activities using information of the Company as a whole. The accounting policies used to measure profit and loss of the segment are the same as those described in the summary of significant policies (see Note 2).

16. SUBSEQUENT EVENTS

The Company's management has performed subsequent events procedures through August 31, 2026, which is the date the financial statements were available to be issued. There were no subsequent events requiring adjustment to the financial statements or disclosures as stated herein.

SUPPLEMENTAL INFORMATION

FIRSTRADE SECURITIES, INC.

COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1

JUNE 30, 2026

Stockholders' Equity - Firstrade Securities Inc.		$ 89,349,433
Deductions:		
Non-allowable assets		
Securities owned, not readily marketable at estimated fair value	147	
Accrued interest receivable	75,202	
Inter Company transaction	65,693	
Prepaid taxes and expenses	2,883,175	
Other assets	669,215	
Collateral securing line of credit	790,613	
Property, equipment and intangible assets	3,992,438	
		(8,476,483)
Net Capital before haircuts on certificates of deposit and security positions		80,872,950
Less:		
Haircuts on certificates of deposit and security positions		(91,820)
Net Capital		80,781,130
Minimum net capital requirement of 6-2/3% of aggregate indebtedness, or $250,000, whichever is greater		(1,672,677)
Excess of Net Capital Over Minimum Requirement		$ 79,108,453
Aggregate indebtedness		
Liabilities (excluding deferred income tax liability and line of credit)		$ 25,090,135
Ratio of aggregate indebtedness to net capital		0.3106 to 1

There are no material differences between the preceding computation and the Company's corresponding amended unaudited Part II of Form X-17 A-5 filed on August 31, 2026

See report of independent registered public accounting firm.

5) 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 were engaged by the Company to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA and in accordance with the standards of the Public Company Accounting Oversight Board (United States). We were not engaged to and did not conduct an examination or a review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Company's Form SIPC-7 and for its compliance with the applicable instructions of the Form SIPC-7 for the year ended June 30, 2026. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

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

Wei Wei & Co. LLP

Flushing, NY
August 31, 2026

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholder
of Firstrade Securities, Inc.

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Firstrade Securities, Inc. (the "Company") identified the following provision of 17 C.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 provision") and (2) Firstrade Securities, Inc. stated that the Company 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 receiving transaction-based compensation for referring securities transactions to other broker-dealers and receiving trailing commissions and distribution and/or shareholder servicing fees, including Rule 12b-1 fees in connection with previously legacy mutual fund accounts established on a direct-subscription basis and maintained directly by the applicable mutual fund companies or their transfer agents. 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.

The Company's management is responsible for compliance with the exemption provisions and its statements, as well as the provisions contemplated by Footnote 74 of SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5 and related SEC Staff Frequently asked Questions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about the Company's compliance with the exemption provisions and the provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5. 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.

WeiWei & Co. LLP

Flushing, New York
August 31, 2026

FIRSTRADE

Exemption Report

June 30, 2026

Firstrade Securities, Inc. clears all customer transactions through another broker-dealer on a fully disclosed basis and therefore claims exemptive provision (k)(2)(ii) of SEC Rule 15c3-3, which exempts the Corporation from the computation for determination of reserve requirements as provided for in that Rule.

Firstrade Securities has met the identified exemptive provision (k)(2)(ii) of SEC Rule 15c3-3 throughout the fiscal year ended June 30, 2026, 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 receiving transaction-based compensation for referring securities transactions to other broker-dealers and receiving trailing commissions and distribution and/or shareholder servicing fees, including Rule 12b-1 fees, in connection with previously legacy mutual fund accounts established on a direct-subscription basis and maintained directly by the applicable mutual fund companies or their transfer agents. The Company (1) did not directly or indirectly receive, hold or otherwise owe funds or securities for or to customers; (2) did not carry accounts of or for customers and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the year ended June 30, 2026, without exception.

Firstrade Securities, Inc.
I, John Liu, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By: John Liu

John Liu
Chairman and CEO

Date: 8/31/26

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