

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

FOCUS REPORT
(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)
PART II 11

FORM
X-17A-5

(Please read instructions before preparing Form)

This report is being filed pursuant to (Check Applicable Block(s)):

- 1) Rule 17a-5(a) 16 2) Rule 17a-5(b) 17 3) Rule 17a-11 18
4) Special request by designated examining authority 19 5) Other 26

NAME OF BROKER-DEALER

SEC. FILE NO.

HSBC SECURITIES (USA) INC. 13

8-41562 14

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

FIRM ID NO.

19585 15

452 FIFTH AVENUE 20

FOR PERIOD BEGINNING (MM/DD/YY)

(No. and Street)

02/01/14 24

AND ENDING (MM/DD/YY)

NEW YORK CITY 21 NY 22 10018 23

02/28/14 25

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT (Area code) - Telephone No.

Tiberio Massaro 30

(212) 525-3400 31

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT

OFFICIAL USE

32

33

34

35

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37

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39

DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS ? YES 40 NO 41

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT 42

EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the 25th day of March 20 14

Manual Signatures of:

1) 
Principal Executive Officer or Managing Partner

2) 
Principal Financial Officer or Partner

3) _____
Principal Operations Officer or Partner

ATTENTION - Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78:f (a))

FINRA

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

BROKER OR DEALER	as of
HSBC SECURITIES (USA) INC.	02/28/14

STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION
FOR CUSTOMERS' DEALER OPTIONS ACCOUNTS

1. Amount required to be segregated in accordance with Commission regulation 32.6	\$ _____	7200
2. Funds in segregated accounts		
A. Cash	\$ _____	7210
B. Securities (at market)	_____	7220
C. Total	_____	7230
3. Excess (deficiency) funds in segregation (subtract line 2.C from line 1)	\$ _____	7240

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PART II

BROKER OR DEALER
HSBC SECURITIES (USA) INC.

as of 02/28/14

STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FOREIGN FUTURES AND FOREIGN OPTIONS SECURED AMOUNTS

Amount required to be set aside pursuant to law, rule or regulation of a foreign government or a rule of a self-regulatory organization authorized thereunder	\$ _____	7305
1. Net ledger balance - Foreign Futures and Foreign Option Trading - All Customers		
A. Cash	\$ 53,366,986	7315
B. Securities (at market)	27,728,377	7317
2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade	17,227,245	7325
3. Exchange traded options		
A. Market value of open option contracts purchased on a foreign board of trade	0	7335
B. Market value of open contracts granted (sold) on a foreign board of trade	0	7337
4. Net equity (deficit) (add lines 1. 2. and 3.)	\$ 98,322,608	7345
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount	\$ 258,376	7351
Less: amount offset by customer owned securities	(258,374)	7352
	2	7354
6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)	\$ 98,322,610	7355
7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.	\$ 98,322,610	7360

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BROKER OR DEALER

HSBC SECURITIES (USA) INC.

as of 02/28/14

STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks			
A. Banks located in the United States	\$	<u>9,892,883</u>	<u>7500</u>
B. Other banks qualified under Regulation 30.7			
Name(s): <u>HARRIS TRUST</u>		<u>30,102,895</u>	<u>7520</u>
	\$		<u>39,995,778</u>
2. Securities			
A. In safekeeping with banks located in the United States	\$	<u>63,228,377</u>	<u>7540</u>
B. In safekeeping with other banks qualified under Regulation 30.7			
Name(s): <u>HARRIS TRUST</u>		<u>0</u>	<u>7560</u>
			<u>63,228,377</u>
3. Equities with registered futures commission merchants			
A. Cash	\$	<u>0</u>	<u>7580</u>
B. Securities		<u>0</u>	<u>7590</u>
C. Unrealized gain (loss) on open futures contracts		<u>0</u>	<u>7600</u>
D. Value of long option contracts		<u>0</u>	<u>7610</u>
E. Value of short option contracts	(<u>0</u>	<u>7615</u>
			<u>0</u>
4. Amounts held by clearing organizations of foreign boards of trade			
Name(s): _____			<u>7630</u>
A. Cash	\$		<u>7640</u>
B. Securities			<u>7650</u>
C. Amount due to (from) clearing organizations - daily variation			<u>7660</u>
D. Value of long option contracts			<u>7670</u>
E. Value of short option contracts	(<u>7675</u>
			<u>7680</u>
5. Amounts held by members of foreign boards of trade			
Name(s): _____			<u>7690</u>
A. Cash	\$	<u>38,061,254</u>	<u>7700</u>
B. Securities		<u>0</u>	<u>7710</u>
C. Unrealized gain (loss) on open futures contracts		<u>17,227,245</u>	<u>7720</u>
D. Value of long option contracts		<u>0</u>	<u>7730</u>
E. Value of short option contracts	(<u>0</u>	<u>7735</u>
			<u>55,288,499</u>
6. Amounts with other depositories designated by a foreign board of trade			
Name(s): _____			<u>7750</u>
			<u>0</u>
7. Segregated funds on hand (describe: _____)			
			<u>0</u>
8. Total funds in separate section 30.7 accounts			
	\$	<u>158,512,654</u>	<u>7770</u>
9. Excess (deficiency) set Aside Funds for Secured Amount (subtract Line 7 Secured Statement page T10-3 from Line 8)			
	\$	<u>60,190,044</u>	<u>7380</u>
10. Management Target Amount for Excess funds in separate section 30.7 accounts			
	\$	<u>19,664,522</u>	<u>7780</u>
11. Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target			
	\$	<u>40,525,522</u>	<u>7785</u>

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

BROKER OR DEALER
HSBC SECURITIES (USA) INC.

as of 02/28/14

STATEMENT OF CLEARED SWAPS CUSTOMER SEGREGATION REQUIREMENTS AND
FUNDS IN CLEARED SWAPS CUSTOMER ACCOUNTS UNDER 4D(F) OF THE CEA

Cleared Swaps Customer Requirements

1. Net ledger balance			
A. Cash		\$ <u>175,649,461</u>	<u>8500</u>
B. Securities (at market)		<u>55,643,987</u>	<u>8510</u>
2. Net unrealized profit (loss) in open cleared swaps			
		<u>(85,399,547)</u>	<u>8520</u>
3. Cleared swaps options			
A. Market value of open cleared swaps option contracts purchased		<u>0</u>	<u>8530</u>
B. Market value of open cleared swaps option contracts granted (sold)		<u>(0)</u>	<u>8540</u>
4. Net equity (deficit) (add lines 1, 2, and 3)			
		\$ <u>145,893,901</u>	<u>8550</u>
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount			
	\$ <u>69,783</u>		<u>8560</u>
Less: amount offset by customer owned securities	<u>(69,783)</u>		<u>8570</u>
		<u>0</u>	<u>8580</u>
6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5)			
		\$ <u>145,893,901</u>	<u>8590</u>

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks			
A. Cash		\$ <u>12,486,587</u>	<u>8600</u>
B. Securities representing investments of cleared swaps customers' funds (at market)		<u>0</u>	<u>8610</u>
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		<u>21,422,671</u>	<u>8620</u>
8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts			
A. Cash		<u>128,043,155</u>	<u>8630</u>
B. Securities representing investments of cleared swaps customers' funds (at market)		<u>0</u>	<u>8640</u>
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		<u>34,221,315</u>	<u>8650</u>
9. Net settlement from (to) derivatives clearing organizations			
		<u>5,940,817</u>	<u>8660</u>
10. Cleared swaps options			
A. Value of open cleared swaps long option contracts		<u>0</u>	<u>8670</u>
B. Value of open cleared swaps short option contracts		<u>(0)</u>	<u>8680</u>
11. Net equities with other FCMs			
A. Net liquidating equity		<u>0</u>	<u>8690</u>
B. Securities representing investments of cleared swaps customers' funds (at market)		<u>0</u>	<u>8700</u>
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		<u>0</u>	<u>8710</u>
12. Cleared swaps customer funds on hand (describe: _____)			
		<u>0</u>	<u>8715</u>
13. Total amount in cleared swaps customer segregation (add lines 7 through 12)			
		\$ <u>202,114,545</u>	<u>8720</u>
14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)			
		\$ <u>56,220,644</u>	<u>8730</u>
15. Management Target Amount for Excess funds in cleared swaps segregated accounts			
		\$ <u>30,000,000</u>	<u>8760</u>
16. Excess (deficiency) funds in cleared swaps customer segregated accounts over (under) Management Target Excess			
		\$ <u>26,220,644</u>	<u>8770</u>

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COMPUTATION OF CFTC MINIMUM NET CAPITAL REQUIREMENT

Net Capital required

A. Risk-Based Requirement

i. Amount of Customer Risk

Maintenance Margin requirement 966,124,328 7415

ii. Enter 8% of line A.i

77,289,946 7425

iii. Amount of Non-Customer Risk

Maintenance Margin requirement 800,282,022 7435

iv. Enter 8% of line A.iii

64,022,562 7445

v. Add lines A.ii and A.iv.

141,312,508 7455

B. Minimum Dollar Amount Requirement

1,000,000 7465

C. Other NFA Requirement

7475

D. Minimum CFTC Net Capital Requirement.

Enter the greatest of lines A, B or C

141,312,508 7490

Note: If amount on Line D (7490) is greater than minimum net capital requirement computed on Line 3760 (Page 6) then enter this greater amount on Line 3760. The greater of the amount required by SEC or CFTC is the minimum net capital requirement.

CFTC Early Warning Level

155,443,759 7495

Note: If the Minimum Net Capital Requirement computed on Line D (7490) is:

- (1) Risk Based Requirement, enter 110% of Line A (7455), or
- (2) Minimum Dollar Requirement of \$1,000,000 enter 150% of Line B (7465), or
- (3) Minimum Dollar Requirement of \$20,000,000 for FCMs offering or engaging in retail forex transactions or Retail Foreign Exchange Dealers ("RFED"), enter 110% of Line B (7465), or
- (4) Other NFA Requirement of \$20,000,000 plus five percent of the FCM's offering or engaging in retail forex transactions or Retail Foreign Exchange Dealers ("RFED") total retail forex obligations in excess of \$10,000,000 enter 110% of Line C (7475), or
- (5) Other NFA Requirement, enter 150% of Line C (7475).