

S.L. Reed & Company
Schedule I - Computation of Net Capital Requirements
Pursuant to Rule 15c3-1
As of December 31, 2015

Computation of net capital

Common stock	\$	5,000
Additional paid-in capital		197,850
Retained earnings		<u>48,130</u>
Total stockholder's equity	\$	250,980
Less: Non-allowable assets		
Prepaid expense and receivable from affiliate		<u>(34,094)</u>
Total non-allowable assets		<u>(34,094)</u>
Net capital before haircuts		216,886
Less: Haircuts on securities		
Haircut on Fidelity Bond		<u>(5,000)</u>
Total haircuts on securities		<u>(5,000)</u>
Net Capital		211,886

Computation of net capital requirements

Minimum net capital requirements		
6 2/3 percent of net aggregate indebtedness	\$	3,441
Minimum dollar net capital required	\$	<u>5,000</u>
Net capital required (greater of above)		<u>(5,000)</u>
Excess net capital	\$	<u>206,886</u>
Ratio of aggregate indebtedness to net capital		0.24 : 1

*There was no material difference between the net capital computation shown here and the net capital computation shown on the Company's unaudited Form X-17A-5 report dated December 31, 2015.

See independent auditor's report