

**Electronic Transaction Clearing, Inc.**  
**Statement of Financial Condition**  
**December 31, 2016**

Assets

|   |                      |
|---|----------------------|
| Cash  | \$ 324,924           |
| Cash segregated under federal and other regulations                       | 28,063,319           |
| Deposits with clearing and depository organizations                       | 10,854,602           |
| Receivable from broker-dealers and clearing organizations                 | 4,565,818            |
| Receivable from broker-dealer omnibus accounts - PAB                      | 3,877,127            |
| Receivable from broker-dealer omnibus accounts - customers                | 32,624,627           |
| Receivable from customers omnibus accounts                                | 1,885,838            |
| Receivable from customers   | 1,001,824            |
| Securities owned, at fair value   | 127,382              |
| Prepaid expense   | 60,215               |
| Receivable from parent company and affiliates, net of payable of \$29,882 | 685,983              |
| Other deposits and receivables  | 194,752              |
| Furniture and office equipment, net                                       | <u>43,191</u>        |
| Total assets  | <u>\$ 84,309,602</u> |

Liabilities and Stockholder's Equity

Liabilities:

|   |                   |
|---|-------------------|
| Payable to broker-dealers and clearing organizations  | \$ 5,685,158      |
| Payable to broker-dealer omnibus accounts – PAB       | 2,941,955         |
| Payable to broker-dealer omnibus accounts – customers | 3,046,833         |
| Payable to customers omnibus account                  | 31,254,560        |
| Payable to customers                                  | 23,227,759        |
| Accounts payable and accrued liabilities              | <u>9,904,908</u>  |
| Total liabilities                                     | <u>76,061,173</u> |

Commitments, contingencies, and guarantees (see Note 19):

|                         |                  |
|-------------------------|------------------|
| Subordinated borrowings | <u>3,000,000</u> |
|-------------------------|------------------|

Stockholder's equity:

|   |                      |
|---|----------------------|
| Preferred stock, \$0.001 par value, 10,000,000 shares authorized,<br>no shares issued and outstanding     | -                    |
| Common stock, \$0.001 par value; 10,000,000 shares authorized,<br>4,917,735 shares issued and outstanding | 4,918                |
| Additional paid-in capital  | 13,921,617           |
| Accumulated deficit   | <u>(8,678,106)</u>   |
| Total stockholder's equity  | <u>5,248,429</u>     |
| Total liabilities, subordinated borrowings, and stockholder's equity                                      | <u>\$ 84,309,602</u> |

*See Accompanying Notes to Financial Statements*

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