

(36-REV 12/18)

202-371-8300

## General Assessment Reconciliation

12/31/18

(Read carefully the instructions in your Working Copy before completing this Form)

**TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS**

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

027030 FINRA DEC  
WADDELL & REED INC  
ATTN: M DALEY  
PO BOX 29217  
SHAWNEE MISSION, KS 66201-9217

**Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to [form@sipc.org](mailto:form@sipc.org) and so indicate on the form filed.**

Name and telephone number of person to contact respecting this form.

**WORKING COPY**

2. A. General Assessment (item 2e from page 2)	\$	<u>166,414</u>
B. Less payment made with SIPC-6 filed (exclude interest)	(	<u>77,665</u>
7/30/2018		
Date Paid		
C. Less prior overpayment applied	(	<u>                    </u>
D. Assessment balance due or (overpayment)		<u>88,749</u>
E. Interest computed on late payment (see instruction E) for _____ days at 20% per annum		<u>                    </u>
F. Total assessment balance and interest due (or overpayment carried forward)	\$	<u>88,749</u>
G. PAYMENT: <input checked="" type="checkbox"/> the box		
Check mailed to P.O. Box <input type="checkbox"/> Funds Wired <input checked="" type="checkbox"/> ACH <input type="checkbox"/>	\$	<u>88,749</u>
Total (must be same as F above)		
H. Overpayment carried forward	\$ (	<u>                    </u> )

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

Waddell &amp; Reed, Inc.

(Name of Corporation, Partnership or other organization)

McDermott

(Authorized Signature)

Dated the 8th day of February, 20 19

**Vice President**

(Title)

**This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.**

**SIPC REVIEWER**

**Dates:**

Postmarked

Received

Reviewed

**Calculations** \_\_\_\_\_

Documentation \_\_\_\_\_

Forward Copy \_\_\_\_\_

**Exceptions:**

**Disposition of exceptions:**

# DETERMINATION OF "SIPC NET OPERATING REVENUES" AND GENERAL ASSESSMENT

Amounts for the fiscal period  
beginning 1/1/18  
and ending 12/31/18

**Item No.**

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

**Eliminate cents**

\$ 535,214,121

**2b. Additions:**

- (1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.
- (2) Net loss from principal transactions in securities in trading accounts.
- (3) Net loss from principal transactions in commodities in trading accounts.
- (4) Interest and dividend expense deducted in determining Item 2a.
- (5) Net loss from management of or participation in the underwriting or distribution of securities.
- (6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.
- (7) Net loss from securities in investment accounts.

Total additions

**2c. Deductions:**

- (1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.
- (2) Revenues from commodity transactions.
- (3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.
- (4) Reimbursements for postage in connection with proxy solicitation.
- (5) Net gain from securities in investment accounts.
- (6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.
- (7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act).
- (8) Other revenue not related either directly or indirectly to the securities business.  
(See Instruction C):

341,523,042

797,960

1,698,517

80,182,600

(Deductions in excess of \$100,000 require documentation)

- (9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.

\$ 69,221

- (ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3960).

\$ \_\_\_\_\_

Enter the greater of line (i) or (ii)

69,221

Total deductions

424,271,340

2d. SIPC Net Operating Revenues

\$ 110,942,781

2e. General Assessment @ .0015

\$ 166,414

(to page 1, line 2.A.)

WADDELL & REED INC.  
SIPC Assessment

		6/30/2018 YTD	12/31/2018 YTD
2C.	Deductions		
	(8) Other revenue not related either directly or indirectly to the securities business		
	Misc. Income	937.12	19,662.55
	Pension Plan Expense	353,701.00	5,261,127.01
	Transfer Pricing Revenue Share	25,624,102.46	50,232,618.49
	Interest Income-Other	1,867.76	1,867.76
	Rental Income	-	-
	40599 - OSJ Revenue	3,665,053.28	7,296,621.88
	40601 - Affiliation Fees	4,805,249.27	9,366,750.22
	40602 - Support Services Revenue	(4,553.75)	(1,384.63)
	40603 - Optional Technology	216,279.03	532,862.46
	40604 - Office Space	3,985,647.93	7,472,474.50
		<u>38,648,284.10</u>	<u>80,182,600.24</u>