

**WADDELL & REED, INC. AND SUBSIDIARIES**  
(An Indirect Wholly Owned Subsidiary of Waddell & Reed Financial, Inc.)

Consolidated Balance Sheet

December 31, 2018

(In thousands)

**Assets**

Cash and cash equivalents	\$ 73,040
Cash and cash equivalents – restricted	59,558
Investment securities	56,483
Receivables:	
Funds and separate accounts	11,753
Customers and other	137,758
Due from affiliates	9,428
Prepaid expenses and other current assets	17,252
Total current assets	365,272
Property and equipment, net	57,709
Deferred income taxes	1,036
Goodwill and identifiable intangible asset	8,242
Other non-current assets	12,328
Total assets	\$ 444,587

**Liabilities and Stockholder's Equity**

Accounts payable	\$ 14,177
Payable to investment companies for securities	100,085
Payable to third party brokers	6,752
Payable to customers	86,184
Accrued compensation	18,977
Due to affiliates	3,769
Other current liabilities	7,776
Income taxes payable	40
Total current liabilities	237,760
Accrued pension and postretirement costs	516
Other non-current liabilities	2,497
Total liabilities	240,773
Redeemable noncontrolling interests	102
Stockholder's equity:	
Common stock, \$1.00 par value: 1,000 shares authorized, issued and outstanding	1
Additional paid-in capital	193,451
Retained earnings	8,959
Accumulated other comprehensive loss	1,301
Total stockholder's equity	203,712
Total liabilities, redeemable noncontrolling interests and stockholder's equity	\$ 444,587

See accompanying notes to consolidated financial statements.