

Canaccord Genuity LLC

Consolidated Statement of Cash Flows

Year Ended March 31, 2020

Operating activities

Net Income	\$ 11,734,383
Depreciation and amortization of fixed assets	1,132,666
Amortization of notes receivable	(303,184)
Rent expense	6,400,944
Lease payments	(6,265,248)
Increase in deposits with clearing organizations and others	(140,816)
Increase in receivables from clearing organizations	(5,856,713)
Decrease in corporate finance and trading receivables	4,421,072
Decrease in securities owned, at fair value	2,588,286
Increase in receivables from affiliates	(10,313,176)
Increase in other receivables	(18,174,464)
Increase in prepaid expenses and other assets	(466,027)
Increase in securities sold, not yet purchased, at fair value	273,947
Increase in accounts payable and accruals	22,704,578
Increase in accrued compensation payable	663,087
Increase in payables to affiliates	171,345
Net cash used in operating activities	<u>8,570,680</u>

Investing activity

Net purchase of fixed assets	(1,731,663)
Net cash used by investing activity	<u>(1,731,663)</u>

Financing activity

Share-based awards - purchases	(12,500,000)
Share-based awards - amortization	12,334,233
Net cash used in operating activities	(165,767)
Net increase in cash and cash equivalents	6,673,250
Beginning cash	6,268,291
Cash and cash equivalents at end of year	<u>\$ 12,941,541</u>

Supplemental cash flow disclosures

Cash paid for interest	<u>\$ 3,215,829</u>
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Cash and cash equivalents include restricted cash.