

BMO CAPITAL MARKETS CORP.
(An Indirect Wholly Owned Subsidiary of Bank of Montreal)

Statement of Financial Condition

December 31, 2016

(Dollars in thousands except share amounts)

Assets

Cash	\$ 8,831
Securities borrowed	11,195,578
Securities purchased under agreements to resell	2,466,215
Receivable from brokers, dealers, and clearing organizations	1,624,047
Receivable from customers	4,620
Receivable from affiliates	37,316
Financial instruments owned, at fair value (\$2,055,425 is pledged as collateral)	3,506,034
Securities received as collateral	125,344
Accrued interest receivable	33,059
Furniture, equipment, and leasehold improvements at cost, less accumulated depreciation of \$46,783	22,429
Goodwill and other intangible assets at cost, less accumulated amortization of \$899	57,720
Other assets	75,712
Total assets	\$ 19,156,905

Liabilities and Stockholder's Equity

Liabilities:

Bank loan payable	\$ 266,500
Securities loaned	6,121,722
Securities sold under agreements to repurchase	4,593,112
Payable to brokers, dealers, and clearing organizations	3,625,788
Payable to customers	9,784
Financial instruments sold, not yet purchased, at fair value	3,292,822
Obligation to return securities received as collateral	125,344
Accounts payable and accrued expenses	196,145
Total liabilities	18,231,217

Commitments and contingent liabilities

Liabilities subordinated to claims of general creditors 550,000

Stockholder's equity:

Preferred stock, \$1,000 stated value. Authorized, 1 share; issued and outstanding, 1 share	1
Common stock, \$10 par or stated value. Authorized 10,000 shares; 3,275 shares issued and outstanding	33
Additional paid-in capital	411,504
Accumulated deficit	(35,850)
Total stockholder's equity	375,688
Total liabilities and stockholder's equity	\$ 19,156,905

See accompanying notes to financial statements.