



Report of Independent Accountants

To Management and the Board of Managers
J.P. Morgan Securities LLC:

In accordance with Rule 17a-5(e)(4) of the Securities Exchange Act of 1934 and with the SIPC Series 600 Rules, we have performed the procedures enumerated below, which were agreed to by J.P. Morgan Securities LLC and the Securities Investor Protection Corporation ("SIPC") (collectively, the "specified parties") with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of J.P. Morgan Securities LLC for the year ended December 31, 2016, solely to assist the specified parties in evaluating J.P. Morgan Securities LLC's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Management is responsible for J.P. Morgan Securities LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States) and in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments on page 1, items 2B and 2F of Form SIPC-7 with the respective cash disbursement records entries, as follows:
 - a. Payment dated July 30, 2016 in the amount of \$15,097,254 reported on line 2B included two wire payments amount of \$13,744,484 and \$1,352,770. We recalculated the mathematical accuracy of the sum of the two wire payments total of \$15,097,254. We then compared each of the two wire payments to the wire confirmation numbers 4663600210JO0000 and 4594400210JO0000, respectively, provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - b. Payment dated February 27, 2017 in the amount of \$11,997,559 reported on line 2F was compared to wire confirmation number 6036700058JO0000 provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
2. Agreed the listed footnote on page 1, item 3 of Form SIPC-7 to J.P. Morgan Securities LLC SIPC-6 filed payment amount of \$13,744,484 and J.P. Morgan Clearing Corp. SIPC-6 filed payment amount of \$1,352,770. There were no differences noted.
3. Compared the Total Revenue amount reported on page 3 of the audited Form X-17A-5 for the year ended December 31, 2016 to the total revenue in the column labeled "net total" of \$14,225,373,354 reported on the consolidation schedule prepared by Matthew Gibson (JPMS Financial Reporting), noting a difference of \$626,646. Then we deducted the total revenue in the column labeled "LE3106 Prime" of \$22,933,577 from the total revenue in the column labeled "net total" of \$14,225,373,354 on the consolidation schedule and compared this total of \$14,202,439,777 to the total amount on page 2, item 2a of Form SIPC-7 for the year ended December 31, 2016, noting a difference of \$1,496,484.



4. Compared any adjustments reported on page 2, items 2b and 2c of Form SIPC-7 with the supporting schedules and working papers, as follows:
 - a. Compared additions on line 3 of item 2b, "Net loss from principal transactions in commodities in trading accounts," of \$10,315,891 to the total amount reported on the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - b. Compared deductions on line 1 of item 2c, "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," of \$557,837,098 to the total amount reported on the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - c. Compared deductions on line 2 of item 2c, "Revenues from commodity transactions," of \$260,774,640 to the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - d. Compared deductions on line 3 of item 2c, "Commissions, floor brokerage, and clearance paid to other SIPC members in connection with securities transactions," of zero to the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - e. Compared deductions on line 8 of item 2c, "Other revenue not related either directly or indirectly to the securities business," of \$1,182,490,165 to the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group), noting a difference of \$20.
 - f. Compared the amount on line 9(i) of item 2c, "Total interest and dividend expense but not in excess of total interest and dividend income," of \$1,375,224,855 to the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.
 - g. Compared the amount on line 9(ii) of item 2c, "40% of margin interest earned on customer securities accounts," of \$224,881,360 to the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group). There were no differences noted.



5. Recalculated the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers obtained in procedure 3, as follows:
 - a. Recalculated the mathematical accuracy of total additions of \$10,315,891 reported on page 2 of the Form SIPC-7. There were no differences noted.
 - b. Recalculated the mathematical accuracy of the deduction on line 9(ii) of item 2c, 40% of margin interest earned on customers' securities accounts, of \$224,881,360, by obtaining the margin interest balance of \$562,203,399 on the SIPC supporting worksheet provided by Martin Pincar (JPMS Regulatory Reporting Group) for the year ended December 31, 2016 and multiplying the margin interest balance by 40%. There were no differences noted.
 - c. Recalculated the greater of the deduction on line 9(i), of \$1,375,224,855 reported on page 2, item 2c, and line 9(ii), of \$224,881,360, reported on page 2, item 2c, of Form SIPC-7 for the year ended December 31, 2016. There were no differences noted.
 - d. Recalculated the mathematical accuracy of total deductions of \$3,376,326,758 reported on page 2, of the Form SIPC-7. There were no differences noted.
 - e. Recalculated the mathematical accuracy of the SIPC Net Operating Revenues on page 2, line 2d and the General Assessment @ .0025 on page 2, line 2e of \$10,837,925,394 and \$27,094,813, respectively of the Form SIPC-7. There were no differences noted.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on the Company's preparation of Form SIPC-7 in accordance with the applicable instructions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of Management and the Board of Managers of J.P. Morgan Securities LLC and the Securities Investor Protection Corporation and is not intended to be and should not be used by anyone other than these specified parties.

PricewaterhouseCoopers LLP

February 28, 2017