



Report of Independent Accountants

To the Management of Prudential Investment Management Services, 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 Prudential Investment Management Services, LLC ("PIMS") and the Securities Investor Protection Corporation ("SIPC") (collectively, the "specified parties") with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of PIMS for the year ended December 31, 2020, solely to assist the specified parties in evaluating PIMS's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Management is responsible for PIMS'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 the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures performed and results thereof are as follows:

1. Compared the Total Revenue amount reported on page 7 of the Annual Audited Report Form X-17A-5 Part III for the year ended December 31, 2020 to the Total revenue amount of \$235,625,262 reported on page 2, item 2a of Form SIPC-7 for the year ended December 31, 2020, noting no differences.
2. 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 deductions on line 2c(1), revenues from 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 \$202,710,139 to the PIMS 2020 SIPC 7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - b. Compared deductions on line 2c(3), commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions, of \$45,679,929 to the PIMS 2020 SIPC 7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - c. Compared deductions on line 2c(5), net gain from securities in investment accounts, of \$56,920 to the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - d. Compared deductions on line 2c(8), other revenue not related either directly or indirectly to the securities business, of \$2,754,667 to the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020 noting no differences.



- e. Compared deductions on line 2c(9)(i), total interest and dividend expense but not in excess of total interest and dividend income, of \$2,001 to the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - f. Compared deductions on line 2c(9)(ii), 40% of margin interest earned on customers securities accounts of \$17 to the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences
3. 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 the SIPC Net Operating Revenues on page 2, line 2d and the General Assessment @ .0015 on page 2, line 2e of (\$15,578,394) and \$0, respectively of the Form SIPC-7. The assessment cannot be a negative value, therefore an assessment of \$0 is appropriate and no differences were noted.
 - b. Recalculated the mathematical accuracy of the deduction, commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions, listed on page 2, line 2c (3) of \$45,679,929 (listed above in 2b). The recalculation was performed by taking the sum of the related accounts included in the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS for the year ended December 31, 2020, noting no differences.
 - c. Recalculated the mathematical accuracy of the deduction, net gain from securities in investment accounts listed in line 2c (5) of \$56,920 (listed above in 2c). The recalculation was performed by calculating the sum of the related accounts included in the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - d. Recalculated the mathematical accuracy of the deduction, other revenue not related either directly or indirectly to the securities business listed in line 2c (8) of \$2,754,667 (listed above in 2d). The recalculation was performed by taking the sum of the related accounts included in the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - e. Recalculated the mathematical accuracy of the deduction, total interest and dividend expense but not in excess of total interest and dividend income listed in line 2c(9)(i) (listed above in 2e) of \$2,001. The recalculation was performed by taking the sum of the related amounts included in the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.
 - f. Recalculated the mathematical accuracy of the deduction on line 9(ii) of item 2c, 40 % of margin interest earned on customers securities accounts of \$17, by obtaining margin interest balance of \$42 and multiplying by 40%. The margin interest balance is found in the PIMS 2020 SIPC-7 Assessment supporting schedule provided by Esther Cheung, PIMS, for the year ended December 31, 2020, noting no differences.



- g. Recalculated the greater of the deduction on line 9(i), of 2,001, reported on page 2, item 2c, to line 9(ii), of \$17, reported on page 2, item 2c, of Form SIPC-7, noting no differences.
 - h. Recalculated the mathematical accuracy of Total Deductions of \$251,203,656, reported on page 2, item 9 of Form SIPC-7, noting no differences.
4. Compared the amount of any overpayment applied to the current assessment on page 1, item 2C of Form SIPC-7 with page 1, item 2H of the Form SIPC-7 filed for the prior period ended December 31, 2020 on which it was originally computed, noting no differences.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the Company's preparation of Form SIPC-7 in accordance with the applicable instructions. Accordingly, we do not express such an opinion or conclusion. 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 Prudential Investment Management Services, 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

New York, New York
February 25, 2021