

**SANDERS MORRIS HARRIS LLC**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 YEAR ENDED DECEMBER 31, 2015  
 (in thousands, except share data)

	Common Stock		Additional paid-in capital	Accumulated deficit	Member's equity	Total
	Shares	Amount				
<b>Balance January 1, 2015</b>	60,729	\$ 1	\$ 69,031	\$ (45,287)	\$ -	\$ 23,745
Convert corporation to a limited liability company	(60,729)	(1)	(69,031)	45,287	23,745	-
Net loss					(4,350)	(4,350)
Distributions					(10,425)	(10,425)
<b>Balance December 31, 2015</b>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,970</u>	<u>\$ 8,970</u>

The accompanying notes are an integral part of this consolidated financial statement.