Royal Alliance Associates, Inc.
(An indirect wholly-owned subsidiary of American International Group, Inc.)
Statement of Cash Flows
Year Ended December 31, 2015

(in thousands of dollars)

Cash flows from operating activities:		
Net income	$	2,361
Adjustments to reconcile net income to net cash used in operating activities		
Depreciation and amortization		130
Deferred taxes		483
Changes in operating assets and liabilities		
Cash segregated under federal and other regulations		44
Receivables from broker dealers and clearing organizations		(137)
Receivables from investment advisors		(286)
Securities owned, at fair value		(9,484)
Notes and accounts receivable from registered representatives		154
Forgivable loans, net		(736)
Other assets		506
Commissions payable		(607)
Accounts payable and accrued expenses		5,213
Securities sold, not yet purchased		8
Payables to affiliates, net		(401)
Income taxes receivable from Parent		(918)
Net cash used in operating activities		(3,670)
Cash flow from investing activity:		
Acquisition of registered representative group		(1,250)
Net cash used in investing activities		(1,250)
Cash flow from financing activities:		
Capital contribution from Parent		4,729
Dividends paid to Parent		(13,407)
Net cash used in financing activities		(8,678)
Net decrease in cash and cash equivalents		(13,598)
Cash and cash equivalents		
Beginning of year		30,846
End of year	$	17,248
Supplemental cash flow information		
Taxes paid, net of settlement	$	4,261

The accompanying notes are an integral part of these financial statements.