

Russell Investments Implementation Services, LLC
Statement of Financial Condition
December 31, 2016

Assets

Cash and cash equivalents	\$ 11,742,705
Cash segregated under federal regulations	5,544,553
Securities commissions receivable	7,082,329
Fees receivable	6,102,035
Prepayments for customer research services credits	371,469
Prepaid expenses and other	857,694
Fixed assets, net	819,072
Deferred income taxes, net	103,038,209
Total assets	<u>\$ 135,558,066</u>

Liabilities and Member's Equity

Liabilities

Commission credits payable to customers	\$ 3,877,552
Compensation payable	2,704,171
Accrued expenses	1,082,899
Payable to brokers and subadvisors	2,063,179
Due to affiliates	944,544
Incentive compensation liabilities	2,177,273
Other liabilities	133,811
Total liabilities	<u>12,983,429</u>

Guarantees and contingencies (Notes 9 and 10)

Member's equity

Member's equity	116,705,987
Retained earnings	5,868,650
Total member's equity	<u>122,574,637</u>
Total liabilities and member's equity	<u>\$ 135,558,066</u>

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