

BCP SECURITIES, LLC & SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016

Cash Flows from Operating Activities:

Net income	\$ 8,177,712
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Adjustments to reconcile net income to net cash

Provided by operation activities:

Depreciation and amortization	\$ 107,680
Equity in income of investees	(327,829)

(Increase) decrease in operating assets:

Due from brokers	(7,380,865)
Securities owned, at fair value	(8,138,838)
Security deposits and other assets	1,359,475

Increase (decrease) in operating liabilities:

Accrued expenses and other liabilities	(1,379,178)
Securities sold, not yet purchased, at fair value	<u>9,869,420</u>

Net adjustments	<u>(5,890,135)</u>
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Net Cash Provided by Operating Activities	2,287,577
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Cash Flows from Investing Activities:

Purchase of fixed assets	<u>(1,197,357)</u>
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Cash Flows from Financing Activities:

Proceeds from mortgage payable	717,128
Payments related to mortgage payable	(26,136)
Capital withdrawals	<u>(1,103,150)</u>

Net Cash Used In by Financing Activities	<u>(412,158)</u>
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Net Increase in Cash	678,062
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Cash and Cash Equivalents at Beginning of Year	<u>3,553,784</u>
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Cash and Cash Equivalents at End of Year	<u><u>\$ 4,231,846</u></u>
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Supplemental Disclosure of Cash Flow Information:

Interest paid for the year	<u><u>\$ 1,563,741</u></u>
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The accompanying notes are an integral part of these consolidated financial statements.