

Schedule I (continued)

REEF SECURITIES, INC.  
Computation of Net Capital Under Rule 15c3-1  
of the Securities and Exchange Commission  
As of December 31, 2015

COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

|   |                  |
|---|------------------|
| Minimum net capital required (6 2/3% of total aggregate indebtedness)                 | \$ <u>944</u>    |
| Minimum dollar net capital requirement of reporting broker or dealer                  | \$ <u>5,000</u>  |
| Net capital requirement (greater of above two minimum requirement amounts)            | \$ <u>5,000</u>  |
| Net capital in excess of required minimum   | \$ <u>22,545</u> |
| Net capital less greater of 10% of aggregate indebtedness or 120% capital requirement | \$ <u>16,545</u> |
| Ratio: Aggregate indebtedness to net capital  | <u>.51 to 1</u>  |

RECONCILIATION WITH COMPANY'S COMPUTATION

The following serves to reconcile the difference in the computation of net capital under Rule 15c3-1 from the Company's computation:

|   |                  |
|---|------------------|
| Net capital per Company's (unaudited FOCUS IIA Report | \$ 27,548        |
| Miscellaneous   | <u>(3)</u>       |
| Net capital per audited report                        | \$ <u>27,545</u> |