

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>