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**ANNUAL AUDITED REPORT**  
**FORM X-17A-5**  
**PART III**

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Washington DC FACING PAGE  
Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

RMS

REPORT FOR THE PERIOD BEGINNING 01/01/15 AND ENDING 12/31/15  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: **SLCA Capital, LLC**

OFFICIAL USE ONLY  
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

**Three Riverway, Suite 1010**

(No. and Street)

**Houston,**

**Texas**

**77056**

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

**Cary M. Grossman, FINOP**

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

**Harper & Pearson Company, P.C. CPA**

(Name - if individual, state last, first, middle name)

**One Riverway, Suite 1900, Houston, Texas 77056-1973**

(Address)

(City)

(State)

(Zip Code)

**CHECK ONE:**

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

**FOR OFFICIAL USE ONLY**

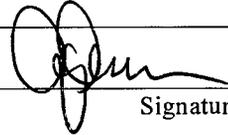
\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

*[Handwritten signature]*

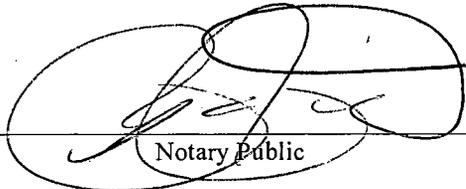
OATH OR AFFIRMATION

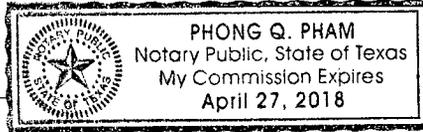
I, **Cary M. Grossman**, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of **SLCA Capital, LLC**, as of December 31, 2015, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

  
Signature

**Cary M. Grossman, President as FINOP**

  
Notary Public



Title

2/19/16

This report \*\* contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**SLCA CAPITAL, LLC**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015 AND 2014**

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**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To Management of  
SLCA Capital, LLC

We have audited the accompanying statements of financial condition of SLCA Capital, LLC (the Company) as of December 31, 2015 and 2014, and the related statements of operations, changes in member's equity, and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial condition of SLCA Capital, LLC as of December 31, 2015 and 2014, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

The Computation of Net Capital Under Rule 15c3-1 of Securities Exchange Commission (SEC) and the Computation for Determination of Reserve Requirements and Information Relating to Possession or Control of Securities Under Rule 15c3-3 of the SEC have been subjected to audit procedures performed in conjunction with the audit of SLCA Capital, LLC's financial statements. The supplemental information is the responsibility of SLCA Capital, LLC's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Harper & Pearson Company, P.C.*

Houston, Texas  
February 12, 2016

**SLCA CAPITAL, LLC**  
**STATEMENTS OF FINANCIAL CONDITION**  
**DECEMBER 31, 2015 AND 2014**

**ASSETS**

	<b>2015</b>	<b>2014</b>
Cash and cash equivalents	\$ 11,588	\$ 29,440
Due from registered representative	3,910	-
FINRA flex account	500	-
Due from FINRA	-	1,292
	\$ 15,998	\$ 30,732

**LIABILITIES AND MEMBER'S EQUITY**

Accrued expenses	\$ -	\$ 2,159
Member's Equity	15,998	28,573
	\$ 15,998	\$ 30,732

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

**SLCA CAPITAL, LLC**  
**STATEMENTS OF OPERATIONS**  
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**

	<u>2015</u>	<u>2014</u>
Revenues		
Investment banking and financial advisory fees	\$ -	\$ 383,750
	<u>-</u>	<u>383,750</u>
Expenses		
Service fees and compensation paid to affiliates	900	89,235
Compensation paid to other registered representatives	-	290,857
Other	<u>12,575</u>	<u>19,284</u>
	<u>13,475</u>	<u>399,376</u>
Net loss	<u>\$ (13,475)</u>	<u>\$ (15,626)</u>

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

**SLCA CAPITAL, LLC**  
**STATEMENTS OF CHANGES IN MEMBER'S EQUITY**  
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**

Balance, December 31, 2013	\$ 24,479
Contributions	19,720
Net loss	<u>(15,626)</u>
Balance, December 31, 2014	28,573
Contributions	900
Net loss	<u>(13,475)</u>
Balance, December 31, 2015	<u><u>\$ 15,998</u></u>

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

**SLCA CAPITAL, LLC**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**

	<u>2015</u>	<u>2014</u>
<b>Cash Flows From Operating Activities</b>		
Cash received from customers and others	\$ -	\$ 383,750
Service fees and compensation paid to affiliates	(900)	(89,235)
Compensation paid to other registered representatives	-	(290,857)
Other	<u>(17,852)</u>	<u>(21,167)</u>
Net cash used in operating activities	<u>(18,752)</u>	<u>(17,509)</u>
<b>Cash Flows From Financing Activities</b>		
Contributions by member	<u>900</u>	<u>19,720</u>
Net cash provided by financing activities	<u>900</u>	<u>19,720</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	(17,852)	2,211
Cash and cash equivalents-beginning of the year	<u>29,440</u>	<u>27,229</u>
<b>Cash and cash equivalents-end of the year</b>	<u>\$ 11,588</u>	<u>\$ 29,440</u>
<b>Reconciliation of net income (loss) to net cash</b>		
<b>Provided by (used in) operating activities</b>		
Net income (loss)	\$ (13,475)	\$ (15,626)
Increase in due from registered representative	(3,910)	-
Increase in FINRA Flex account	(500)	-
Increase (decrease) in due from FINRA	1,292	(1,292)
Decrease in accrued expenses	<u>(2,159)</u>	<u>(591)</u>
Net cash provided by (used in) operating activities	<u>\$ (18,752)</u>	<u>\$ (17,509)</u>

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

**SLCA CAPITAL, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**NOTE A BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

SLCA Capital, LLC (the Company) maintains its accounts on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States. Accounting principles followed by the Company and the methods of applying those principles which materially affect the determination of financial position, results of operations and cash flows are summarized below:

Description of Business - The Company is located in Houston, Texas and is a private investment banking firm. The Company has claimed an exemption from the Securities and Exchange Commission (SEC) Rule 15c3-3 under section (K)(2)(i). The Company is registered as a Broker-Dealer with the SEC, and a member of the Financial Industry Regulatory Authority (FINRA). The Company was admitted as a member of FINRA in January 2012.

Statement Presentation - The unclassified statement of financial condition is presented in accordance with industry standards.

Cash and Cash Equivalents - The Company considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

FINRA Flex Account - As is customary with broker-dealers, the Company maintains funds on deposit with FINRA which are used to pay various registration related fees and expenses. The Company generally maintains the account balance at about \$500 and replenishes it when the balance is expected to be drawn down below that level.

Due From Registered Representative - The Company records amounts due from registered representatives for regulatory fees and recurring charges for expense sharing. An allowance for doubtful accounts was not considered necessary as of December 31, 2015.

Revenue Recognition - Financial advisory fees and retainers are recognized in accordance with the terms contained in the Company's written engagement agreements. Placement Agent fees and other transaction related success fees are recognized when transactions close and receivables are recorded at that time.

Income Taxes - No provision has been made for federal income tax, since these taxes are the responsibility of the member. State margin tax is accrued and is included as a component of other expense, as required.

The Company believes that all significant tax positions utilized by the Company will more likely than not be sustained upon examination. As of December 31, 2015, the tax years that remain subject to examination by the major tax jurisdictions under the statute of limitations are from the year 2012 forward (with limited exceptions). Tax penalties and interest, if any, would be accrued as incurred and would be classified as tax expense in the statements of operations.

**SLCA CAPITAL, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events – The Company has evaluated subsequent events through February 12, 2016, the date the financial statements were available to be issued. No subsequent events occurred, which require adjustment or disclosure to the financial statements at December 31, 2015.

**NOTE B            AGREEMENTS WITH RELATED PARTY**

**Expense Sharing Agreement**

The Company entered into an Amended Expense Sharing and Administrative Services Agreement on January 1, 2014 with its sole member, Shoreline Capital Advisors, Inc. (“Shoreline”) to provide administrative and operational services, facilities, furniture and payroll and pay all overhead expenses of the Company. Shoreline receives an incremental allocation services fee of \$300 per month for such services. The service fees may be adjusted upon written notice by Shoreline. The agreement had an initial period of one year, is automatically renewable, and provides that either party may terminate the agreement by providing 30 days of advance notice. Shoreline waived its fee for the period April 1, 2015 through December 31, 2015. Service fees paid to Shoreline amounted to \$900 and \$3,600 in 2015 and 2014, respectively.

**Contingent And Discretionary Bonus Compensation Processing Agreement**

The Company entered into a Contingent and Discretionary Bonus Compensation Processing Agreement on January 1, 2014 with its sole member, Shoreline Capital Advisors, Inc. (“Shoreline”) to provide for Shoreline to process and be reimbursed for paying the Company’s contingent compensation to its registered representatives. The agreement had an initial period of one year, is automatically renewable, and provides that either party may terminate the agreement by providing 30 days of advance notice. Fees paid to Shoreline to reimburse it for compensation processing amounted to \$0 in 2015 and \$85,635 in 2014.

**NOTE C            NET CAPITAL REQUIREMENTS**

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital, as defined under such provisions. Net capital and the related net capital ratio may fluctuate on a daily basis.

At December 31, 2015 and 2014, the Company had net capital of \$11,588 and \$27,281, respectively, and a net capital requirement of \$5,000. The Company’s ratio of aggregate indebtedness to net capital as of December 31, 2015 and 2014, respectively, was 0.0 to 1 and .08 to 1. The Securities and Exchange Commission permits the aggregate indebtedness to net capital ratio for the Company at this time to be no greater than 15 to 1.

**NOTE D            CONCENTRATIONS AND CREDIT RISK**

The Company’s bank balances are insured by the Federal Deposit Insurance Corporation

**SLCA CAPITAL, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

(FDIC) up to \$250,000. It is the Company's practice to utilize high net worth financial institutions to minimize its credit risk.

For the year ended December 31, 2014, two customers represented 100% of the Company's revenue.

**NOTE E      COMMITMENTS**

In the course of its business, the Company enters into independent contractor agreements with registered representatives ("Contractors"). These agreements typically require the Contractor to reimburse the Company for regulatory fees incurred on their behalf and to pay the Company fixed amount per month as a contribution towards operating expenses of the broker-dealer. These agreements require the Company to pay the Contractor a percentage of the revenue generated by them which reflected in the Statements of Operations as "Compensation paid to other registered representatives". As of December 31, 2015 and 2014, there were no amounts due to other registered representatives.

SLCA CAPITAL, LLC  
SCHEDULE I  
COMPUTATION OF NET CAPITAL UNDER RULE 15C3-1  
DECEMBER 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
NET CAPITAL		
Total member's equity qualified for net capital	\$ 15,998	\$ 28,573
Total capital and allowable subordinated liabilities	15,998	28,573
Deductions and/or charges		
Nonallowable assets:	<u>(4,410)</u>	<u>(1,292)</u>
NET CAPITAL BEFORE HAIRCUTS ON SECURITIES POSITION	11,588	27,281
Haircuts on securities	<u>-</u>	<u>-</u>
Net capital	<u>\$ 11,588</u>	<u>\$ 27,281</u>
COMPUTATION OF BASIC NET CAPITAL REQUIREMENTS		
Minimum net capital required (6 2/3% of total aggregate indebtedness)	<u>\$ -</u>	<u>\$ 144</u>
Minimum dollar net capital requirement	<u>\$ 5,000</u>	<u>\$ 5,000</u>
Net capital requirement (greater of above two minimum requirement amounts)	<u>\$ 5,000</u>	<u>\$ 5,000</u>
Excess net capital	<u>\$ 6,588</u>	<u>\$ 22,281</u>
Ratio: Aggregate indebtedness to net capital	<u>.00 to 1</u>	<u>.08 to 1</u>

Note: The above computation does not differ materially from the computation of net capital under Rule 15c3-1 as of December 31, 2015 and 2014, filed with the Securities and Exchange Commission by the Company on Part IIA of Form X-17a-5.

**SLCA CAPITAL, LLC**  
**SCHEDULE II**  
**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS**  
**AND INFORMATION RELATING TO POSSESSION OR CONTROL OF SECURITIES**  
**UNDER RULE 15C3-3**  
**DECEMBER 31, 2015 and 2014**

Exemption Provisions

The Company has claimed an exemption from Rule 15c3-3 under Section (k)(2)(i), in which a "Special Account for the Exclusive Benefit of Customers" is maintained.

**SLCA CAPITAL, LLC**

**EXEMPTION REPORT**

**2015**

## SLCA CAPITAL, LLC's Exemption Report

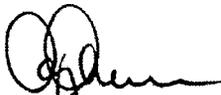
SLCA CAPITAL, LLC (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. § 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

(1) The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. § 240.15c3-3 (k)(2)(i)

(2) The Company met the identified exemption provisions in 17 C.F.R. § 240.15c3-3(k) throughout the most recent fiscal year without exception.<sup>1</sup>

SLCA CAPITAL, LLC

I, Cary Grossman, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.



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Cary Grossman  
President  
SLCA Capital, LLC

January 27, 2016

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**HARPER & PEARSON**  
COMPANY, P.C. CERTIFIED PUBLIC  
ACCOUNTANTS

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To Management of  
SLCA Capital, LLC

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) SLCA Capital, LLC identified the following provisions of 17 C.F.R. §15c3-3(k) under which SLCA Capital, LLC claimed an exemption from 17 C.F.R. §240.15c3-3, specifically 17 C.F.R. §240.15c3-3 (k)(2)(i) (the exemption provisions) and (2) SLCA Capital, LLC stated that SLCA Capital, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. SLCA Capital, LLC's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about SLCA Capital, LLC's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Harper & Pearson Company, P.C.*

Houston, Texas  
February 12, 2016