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SEC
ANNUAL AUDITED REPORT
 Mail Processing Section
FORM X-17A-5
PART III
 AUG 25 2016

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FACING PAGE

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

REPORT FOR THE PERIOD BEGINNING 07/01/2015 AND ENDING 06/30/2016
 MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Alexander Investment Services, Co.
 ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
909 Lily Creek Rd., #101
 (No. and Street)
Louisville Ky 40243-2808
 (City) (State) (Zip Code)

OFFICIAL USE ONLY
FIRM I.D. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Gerald A. Wells (502) 736-1340
 (Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Mountjoy chilton Medley, LLP
 (Name - if individual, state last, first, middle name)
2600 Meidinger Tower, 462 S Fourth St Louisville Ky 40222
 (Address) (City) (State) (Zip Code)

CHECK ONE:

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

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*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)

SEC 1410 (06-02) Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

AWB

OATH OR AFFIRMATION

I, Gerald A. Wells, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Alexander Investment Services Co, as of June 30, 2016, 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:

Gerald A. Wells

Digitally signed by Gerald A. Wells
Date: 2016.08.01 09:55:52 -0400

Signature

Secretary/Treasurer

Title

Charla Raap
Notary Public

My Commission Expires:
January 7, 2017

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).

Alexander Investment Services, Co.

Financial Statements

Years Ended June 30, 2016 and 2015

Alexander Investment Services, Co.

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Years Ended June 30, 2016 and 2015

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Report of Independent Registered Public Accounting Firm

To the Board of Directors of
Alexander Investment Services, Co.

We have audited the accompanying statements of financial condition of Alexander Investment Services, Co. as of June 30, 2016 and 2015, and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended. These financial statements are the responsibility of Alexander Investment Services, Co.'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 position of Alexander Investment Services, Co. as of June 30, 2016 and 2015, 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 supplemental information contained in Schedule 1, Computation of Net Capital Under SEC Rule 15c3-1, has been subjected to audit procedures performed in conjunction with the audit of Alexander Investment Services, Co.'s financial statements. The supplemental information is the responsibility of Alexander Investment Services, Co.'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.

Maureen Chilton Madley, LLP

Louisville, KY
August 18, 2016

Kentucky
Indiana
Ohio

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Alexander Investment Services, Co.
Statements of Financial Condition
June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Assets		
Cash and cash equivalents	\$ 42,330	\$ 32,989
Accounts receivable	2,025	1,280
Accrued commissions	3,246	9,341
Securities owned, at fair value	55,910	57,409
Property and office equipment, net	46,737	54,890
Other assets	9,117	10,439
	<u> </u>	<u> </u>
Total Assets	<u>\$ 159,365</u>	<u>\$ 166,348</u>
Liabilities and Stockholders' Equity		
Accounts payable	\$ 791	\$ 5,337
Deferred tax liability, net	13,244	15,548
Accrued expenses and other payables	34,777	37,664
	<u> </u>	<u> </u>
Total Liabilities	48,812	58,549
Stockholders' Equity:		
Capital stock, common, no par value; authorized 100,000 shares, 60,000 issued and 50,000 outstanding shares	1,000	1,000
Additional paid-in capital	68,882	68,882
Retained earnings	40,671	37,917
	<u> </u>	<u> </u>
Total Stockholders' Equity	<u>110,553</u>	<u>107,799</u>
	<u> </u>	<u> </u>
Total Liabilities and Stockholders' Equity	<u>\$ 159,365</u>	<u>\$ 166,348</u>

See accompanying notes.

Alexander Investment Services, Co.
Statements of Income
Years Ended June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Revenues:		
Commissions	\$ 3,196,887	\$ 3,322,841
Retirement plan fees	71,449	58,447
Interest and dividends	2,803	3,448
Securities losses, net	<u>(4,159)</u>	<u>(985)</u>
Total Revenues	3,266,980	3,383,751
Expenses:		
Officers' compensation	1,640,172	1,675,990
Salaries, wages, and commissions	1,247,738	1,318,283
Payroll taxes	31,555	33,825
Insurance	59,240	64,623
Employee retirement plan	34,000	38,000
Depreciation	18,514	15,158
Rent	46,380	47,100
Office supplies	67,365	57,953
Telephone	15,037	14,426
Consulting	30,597	31,495
Regulatory fees	21,212	28,314
Other expenses	<u>50,980</u>	<u>38,982</u>
Total Expenses	<u>3,262,790</u>	<u>3,364,149</u>
Net Income before Income Taxes	4,190	19,602
Income Taxes:		
Current expense	3,740	2,686
Deferred (benefit) expense	<u>(2,304)</u>	<u>9,886</u>
	<u>1,436</u>	<u>12,572</u>
Net Income	<u>\$ 2,754</u>	<u>\$ 7,030</u>

See accompanying notes.

Alexander Investment Services, Co.
Statements of Changes in Stockholders' Equity
Years Ended June 30, 2016 and 2015

	Common Stock		Additional Paid-in Capital	Retained Earnings	Total
	Shares	Amount			
Balances at June 30, 2014	50,000	\$ 1,000	\$ 68,882	\$ 30,887	\$ 100,769
Net income	-	-	-	7,030	\$ 7,030
Balances at June 30, 2015	50,000	1,000	68,882	37,917	107,799
Net income	-	-	-	2,754	2,754
Balances at June 30, 2016	<u>50,000</u>	<u>\$ 1,000</u>	<u>\$ 68,882</u>	<u>\$ 40,671</u>	<u>\$ 110,553</u>

See accompanying notes.

Alexander Investment Services, Co.
Statements of Cash Flows
Years Ended June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Operating Activities		
Net Income	\$ 2,754	\$ 7,030
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	18,514	15,158
Securities losses, net	4,159	985
Deferred income tax	(2,304)	9,886
(Increase) decrease in assets:		
Accounts receivable	(745)	(135)
Accrued commissions	6,095	10,528
Other assets	1,322	(85)
(Decrease) increase in liabilities:		
Accounts payable	(4,546)	3,086
Accrued expenses and other payables	(2,888)	(2,163)
Net Cash Provided by Operating Activities	<u>22,361</u>	<u>44,290</u>
Investing Activities		
Additions to property and office equipment	(10,360)	(33,849)
Purchases of marketable securities	(2,660)	(3,294)
Net Cash Used in Investing Activities	<u>(13,020)</u>	<u>(37,143)</u>
Net Increase in Cash and Cash Equivalents	9,341	7,147
Cash and Cash Equivalents, Beginning of Year	<u>32,989</u>	<u>25,842</u>
Cash and Cash Equivalents, End of Year	<u>\$ 42,330</u>	<u>\$ 32,989</u>

See accompanying notes.

Alexander Investment Services, Co.
Notes to Financial Statements
June 30, 2016 and 2015

Note A - Nature of Organization

Alexander Investment Services, Co. (the Company) is a financial services firm providing investment services, retirement plan designs, financial advisory and management consulting services to individual and commercial clients primarily in Kentucky and Indiana. The Company is registered as a broker-dealer with the Financial Industry Regulatory Authority (FINRA).

Note B - Significant Accounting Policies

The following is a summary of the significant accounting policies of the Company:

1. Basis of Accounting: The financial statements of the Company are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The Accounting Standards Codification ("ASC") as produced by the Financial Accounting Standards Board ("FASB") is the sole source of authoritative accounting technical literature.
2. Cash and Cash Equivalents: For purposes of the statements of cash flows, the Company considers all highly liquid investments purchased with original maturities of three months or less to be cash equivalents.
3. Securities Owned: Securities owned consist of mutual funds that are publicly offered and valued on a securities exchange or independent publicly quoted market. All investments are recorded on a trade date basis. Investments are valued at the last trade price.
4. Investment Income: Interest income is recorded on the accrual basis and dividend income is recognized on the ex-dividend date. Capital gains and losses are calculated on an identified cost basis.
5. Accounts Receivable: Management has determined that no provisions for uncollectible accounts receivable are necessary at June 30, 2016 and 2015.
6. Commission Revenue: Commission revenue is recognized when the Company is contractually entitled to receive the income from the securities provider.
7. Property and Office Equipment: Property and office equipment are stated at cost less accumulated depreciation. A combination of accelerated methods and the straight-line method has been used to calculate depreciation as applicable to each asset. Furniture is depreciated over a 5-7 year useful life and office equipment is depreciated over a 3-5 year useful life.
8. Fair Value Measurements: The Company applies GAAP for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. GAAP also establishes a framework for measuring fair value and expands disclosures about fair value measurements.

Alexander Investment Services, Co.
Notes to Financial Statements (Continued)
June 30, 2016 and 2015

Note B - Significant Accounting Policies (Continued)

9. Income Taxes: The Company accounts for income taxes in accordance with ASC provisions for income taxes. Under the asset and liability method, deferred tax assets and liabilities are recognized for future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax basis. Deferred tax assets and liabilities are measured using enacted tax rates expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. The ASC standards also require recognition and measurement of uncertain income tax positions using a "more-likely-than-not" approach.

The Company's policy for interest and penalties on material uncertain tax positions recognized in the financial statements is to classify these as interest expense and operating expense, respectively. Management has determined that the Company does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures.

Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Company's tax returns will not be challenged by the taxing authorities and that the Company will not be subject to additional tax, penalties, and interest as a result of such challenge. The Company is generally not subject to federal, state, or local income tax examinations for taxable years prior to June 30, 2013.

10. Use of Estimates: The financial statements of the Company have been prepared in conformity with accounting principles generally accepted in the United States which requires management to make estimates and assumptions that may affect the reported amounts in the financial statements and the notes to financial statements. Actual results could differ from those estimates.
11. Subsequent Events: Subsequent events for the Company have been considered through the date of the Report of Independent Registered Public Accounting Firm which represents the date the financial statements were available to be issued.
12. Reclassification: Certain reclassifications have been made to the 2015 financial statements to conform to the 2016 presentation. The reclassifications had no effect on the previously reported net income.

Note C - Property and Office Equipment

Property and office equipment at June 30, 2016 and 2015 are summarized as follows:

	2016	2015
Furniture	\$ 38,404	\$ 37,779
Office equipment	163,842	173,785
	202,246	211,564
Less accumulated depreciation	155,509	156,674
	\$ 46,737	\$ 54,890

Alexander Investment Services, Co.
Notes to Financial Statements (Continued)
June 30, 2016 and 2015

Note D - Fair Value Measurements

The Company applies GAAP for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. GAAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted market prices in active markets for identical assets or liabilities. An active market for the asset or liability is a market in which the transaction for the asset or liability occurs with sufficient frequency and volume to provide pricing information on an ongoing basis.
- Level 2 inputs are observable market-based inputs or unobservable inputs that are corroborated by market data, such as quoted prices for similar assets or liabilities or model-derived valuations.
- Level 3 inputs are unobservable inputs that are not corroborated by market data. These inputs reflect a company's own assumptions about the assumptions a market participant would use in pricing the asset or liability.

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

Exchange-traded equity securities, including the Company's mutual funds, are generally valued based on quoted prices from the exchange. To the extent these securities are actively traded, valuation adjustments are not applied, and they are categorized in Level 1 of the fair value hierarchy; otherwise, they are categorized in Level 2 or Level 3 of the fair value hierarchy.

The following table presents the Company's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30, 2016:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance as of June 30, 2016
Assets				
Mutual funds	\$ 55,910	\$ -	\$ -	\$ 55,910

The following table presents the Company's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30, 2015:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance as of June 30, 2015
Assets				
Mutual funds	\$ 57,409	\$ -	\$ -	\$ 57,409

There were no transfers between Levels 1 and 2 for the years ended June 30, 2016 and 2015.

Alexander Investment Services, Co.
Notes to Financial Statements (Continued)
June 30, 2016 and 2015

Note E - Retirement Plan

The Company offers a Profit Sharing Plan for all eligible employees. The Company's expense of funding this plan was \$34,000 and \$38,000 for the years ended June 30, 2016 and 2015, respectively.

The Profit Sharing Plan is a safe harbor plan requiring Company contributions of three percent of each eligible employee's compensation.

Note F - Income Taxes

Income taxes attributable to net income before income taxes for the years ended June 30, 2016 and 2015 consists of:

	<u>2016</u>	<u>2015</u>
Current Expense		
Federal	\$ 3,064	\$ 1,880
State and other	<u>676</u>	<u>806</u>
	3,740	2,686
Deferred (Benefit) Expense		
Federal	(1,647)	7,062
State and local	<u>(657)</u>	<u>2,824</u>
	<u>(2,304)</u>	<u>9,886</u>
Total Income Tax Expense	<u>\$ 1,436</u>	<u>\$ 12,572</u>

Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. As such, a valuation allowance was not considered necessary at June 30, 2016.

Income tax expense attributable to earnings before income taxes differs from the amounts computed by applying the expected effective U.S. Federal income tax rate of 15% to earnings before income taxes as a result of the following:

	<u>2016</u>	<u>2015</u>
Tax expense at expected statutory federal rate	\$ 614	\$ 10,496
Nondeductible expenses	803	(1,152)
State taxes and other	<u>19</u>	<u>3,228</u>
	<u>\$ 1,436</u>	<u>\$ 12,572</u>

Alexander Investment Services, Co.
Notes to Financial Statements (Continued)
June 30, 2016 and 2015

Note F - Income Taxes (Continued)

The tax effects of temporary differences that give rise to significant portions of the net deferred tax liability consists of the following as of June 30, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Deferred Tax Liabilities:		
Adjustment to cash basis on income tax return	\$ (3,824)	\$ (4,207)
Depreciation	(7,437)	(8,485)
Unrealized gain on investments	<u>(1,983)</u>	<u>(2,856)</u>
Net Deferred Tax Liability	<u>\$ (13,244)</u>	<u>\$ (15,548)</u>

Note G - Lease Commitments

The Company entered into a lease agreement effective July 15, 2013, with Roy's Boys, LLC, a related party sharing some common ownership. The lease was for three years, and ended on June 30, 2016, with an option to extend the lease for an additional three years on the same terms. The Company opted to extend the lease for the additional years effective July 1, 2016. The premises leased is approximately 3,000 square feet, and the rent was \$3,125 per month (increasing to \$3,425 effective July 1, 2016). The Company also leases office space in Harlan, Kentucky under a month-to-month lease. Rent expense was \$46,380 and \$47,100 for the years ended June 30, 2016 and 2015, respectively.

Future minimum lease payments under the operating lease at June 30 are as follows:

2017	\$ 41,100
2018	41,100
2019	<u>41,100</u>
	<u>\$ 123,300</u>

Note H - Risks and Concentrations

Approximately 68% of the Company's total commissions is generated from one securities provider. Should the Company or the securities provider seek to terminate their relationship, the Company represents that other providers are readily available to provide the necessary services.

A significant portion of the Company's business is for customers in Kentucky and Indiana. Accordingly, the occurrence of any adverse economic conditions or an adverse regulatory climate in either of these states could have a material adverse effect on the Company's business, although no such conditions have been encountered in the past.

The Company maintains its cash at various financial institutions. The balance at times, may exceed federal insured limits.

Alexander Investment Services, Co.
Notes to Financial Statements (Continued)
June 30, 2016 and 2015

Note H - Risks and Concentrations (Continued)

The Company invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect account balances and the amounts reported in the statements of operations.

Note I - Expense Sharing Agreement

The Company participated in the TD Ameritrade Institutional Additional Services Program during the year ended June 30, 2015. As part of the program, TD Ameritrade agreed to pay a maximum of \$15,000 towards the purchase of portfolio management and services software on behalf of the Company. This credit offsets annual maintenance for portfolio management and record keeping services. Both the expense and the credit from TD Ameritrade are recorded in consulting expenses. The Company did not participate in the program during the year ended June 30, 2016.

Note J - Net Capital Rule

As a registered broker-dealer, the Company is subject to the uniform net capital rule of the Securities and Exchange Commission and the FINRA, which requires that the Company maintain minimum net capital, as defined, of \$25,000 and that aggregate indebtedness as defined by the FINRA, shall not exceed fifteen times net capital. The Company may declare dividends or acquire certain non-liquid assets only to the extent of net capital in excess of such requirements. At June 30, 2016 and 2015, the Company had net capital of \$44,287 and \$32,579, respectively. The Company's ratio of aggregate indebtedness to net capital for this same time period was 1.1022 and 1.7971.

In addition, there were no liabilities subordinated to general creditors during the year ended June 30, 2016.

Note K - Focus Report Reconciliation

There were no material differences between the accompanying financial statements and the financial statements filed by the Company on Securities and Exchange Commission Form X-17A-5 (FOCUS report) as of June 30, 2016.

Supplementary Information

Alexander Investment Services, Co.
Schedule I
Computation of Net Capital Under SEC Rule 15c3-1
As of June 30, 2016

As a registered broker-dealer, the Company is subject to the uniform net capital rule of the Securities and Exchange Commission and the FINRA, which requires that the Company maintain minimum net capital, as defined, of \$25,000 and that aggregate indebtedness as defined by the FINRA, shall not exceed fifteen times net capital. The Company may declare dividends or acquire certain non-liquid assets only to the extent of net capital in excess of such requirements.

A computation as of June 30, 2016 of the Company's aggregate indebtedness, as defined, and net capital under the uniform net capital rule is as follows:

	<u>2016</u>
Aggregate Indebtedness	<u>\$ 48,812</u>
Net Capital:	
Stockholders' equity	\$ 110,553
Nonallowable Assets:	
Property and office equipment, net	(46,737)
Accounts receivable	(2,025)
Other assets	<u>(9,117)</u>
Net Capital Before Haircuts on Securities Positions	52,674
Haircuts on Securities:	
Money market funds	-
Other securities	(8,387)
Undue concentration	<u>-</u>
Net Capital	<u>\$ 44,287</u>
Ratio of Aggregate Indebtedness to Net Capital	<u>1.1022</u>

In addition, there are no liabilities subordinated to general creditors as of June 30, 2016.

There are no differences between net capital as reported above for the year ended June 30, 2016, and those amounts included on the Company's computation included in Part IIA of Form X-17A-5, as of June 30, 2016.

The Company claimed an exemption from Rule 15c3-3 under Section (k)(1) and, as a result, has not included Schedule II, Computation for Determination of Reserve Requirements Under Rule 15c3-3, or Schedule III, Information for Possession or Control Requirements Under Rule 15c3-3.

Alexander Investment Services, Co.

Exemption Report Review

June 30, 2016

Alexander Investment Services, Co.

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Report of Independent Registered Public Accounting Firm

To the Board of Directors of
Alexander Investment Services, Co.

We have reviewed management's statements, included in the accompanying Alexander Investment Services Co. Exemption Report, in which (1) Alexander Investment Services, Co. identified the following provisions of 17 C.F.R. §15c3-3(k) under which Alexander Investment Services, Co. claimed an exemption from 17 C.F.R. §240.15c3-3(k): (1) (the "exemption provisions") and (2) Alexander Investment Services, Co. stated that Alexander Investment Services, Co. met the identified exemption provisions throughout the most recent fiscal year without exception. Alexander Investment Services, Co.'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 Alexander Investment Services, Co.'s compliance with the exemption provisions. A review is substantially less 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)(1) of Rule 15c3-3 under the Securities Exchange Act of 1934.

A handwritten signature in black ink that reads "Matthew Chilton Madley, LLC".

Louisville, Kentucky
August 18, 2016

Kentucky
Indiana
Ohio

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Alexander Investment Services, Co.

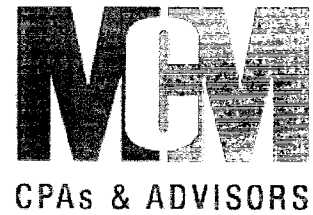
Agreed-Upon Procedures Report

June 30, 2016

Alexander Investment Services, Co.

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**Independent Accountant's Agreed-Upon Procedures Report
On General Assessment Reconciliation (Form SIPC-7)**

To the Board of Directors of
Alexander Investment Services, Co.

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended June 30, 2016, which were agreed to by Alexander Investment Services, Co. ("the Company") and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., and SIPC solely to assist you and the other specified parties in evaluating the Company's compliance with the applicable instructions of the Form SIPC-7. Alexander Investment Services, Co.'s management is responsible for Alexander Investment Services, Co.'s compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries, noting no differences;
2. Compared the amounts reported on the audited Form X-17A-5 for the year ended June 30, 2016, as applicable, with the amounts reported in Form SIPC-7 for the year ended June 30, 2016, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences;

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

Murray Chilton Muddly, LLC

Louisville, Kentucky
August 18, 2016

Kentucky
Indiana
Ohio

MCM CPAs & Advisors
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SIPC-7

(33-REV 7-10)

SECURITIES INVESTOR PROTECTION CORPORATION
P.O. Box 92185 Washington, D.C. 20090-2185
202-371-8300

General Assessment Reconciliation

SIPC-7

(33-REV 7-10)

For the fiscal year ended 6/30/2016

(Read carefully the instructions in your Working Copy before completing this Form)

TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a 5:

012525 FINRA JUN
ALEXANDER INVESTMENT SERVICES CO
909 LILY CREEK RD # 101
LOUISVILLE KY 40243-2808

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

- 2. A. General Assessment (item 2e from page 2) \$ 1400
- B. Less payment made with SIPC 6 filed (exclude interest) (689)
- Date Paid 2-4-16
- C. Less prior overpayment applied (_____)
- D. Assessment balance due or (overpayment) 711
- E. Interest computed on late payment (see instruction E) for _____ days at 20% per annum _____
- F. Total assessment balance and interest due (or overpayment carried forward) \$ 711
- G. PAYMENT: the box
Check mailed to P.O. Box Funds Wired
Total (must be same as F above) \$ _____
- H. Overpayment carried forward \$(_____)

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

ALEXANDER INVESTMENT SERVICES

(Name of Corporation, Partnership or other organization)

c c will

(Authorized Signature)

Dated the 22 day of JULY, 20 16

Sec / TREASURER / PRINCIPAL

(Title)

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

SIPC REVIEWER

Dates: _____
Postmarked _____ Received _____ Reviewed _____

Calculations _____ Documentation _____ Forward Copy _____

Exceptions:

Disposition of exceptions:

**DETERMINATION OF "SIPC NET OPERATING REVENUES"
AND GENERAL ASSESSMENT**

Amounts for the fiscal period
beginning 7/1/2015
and ending 6/30/2016

Item No.	Eliminate cents	
2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)	\$ 3266980	
2b. Additions:		
(1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.	_____	
(2) Net loss from principal transactions in securities in trading accounts.	_____	
(3) Net loss from principal transactions in commodities in trading accounts.	_____	
(4) Interest and dividend expense deducted in determining item 2a.	_____	
(5) Net loss from management of or participation in the underwriting or distribution of securities.	_____	
(6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.	_____	
(7) Net loss from securities in investment accounts.	_____	
Total additions	4159 3271139	
2c. Deductions:		
(1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.	_____	
(2) Revenues from commodity transactions.	_____	
(3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.	_____	
(4) Reimbursements for postage in connection with proxy solicitation.	_____	
(5) Net gain from securities in investment accounts.	_____	
(6) (i) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.	_____	
(7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act)	_____	
(8) Other revenue not related either directly or indirectly to the securities business. (See Instruction C):	_____	
RETIREMENT PLAN ADMINISTRATION (Deductions in excess of \$100,000 require documentation)	71449	
(9) (i) Total interest and dividend expense (FOCUS line 22/PART IIA line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.	\$ _____	
(ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3960).	\$ _____	
Enter the greater of line (i) or (ii)	_____	
Total deductions	2711316 559823	
2d. SIPC Net Operating Revenues	\$ _____	
2e. General Assessment @ .0025	\$ 1400	
	(to page 1, line 2.A.)	