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



SEC FILE NUMBER	
8 -	68328

FACING PAGE

**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 01/01/16 AND ENDING 12/31/16  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

**GreensLedge Capital Markets LLC**

OFFICIAL USE ONLY
FIRM ID. NO.

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

**399 Park Avenue, 37th Floor**

(No. and Street)

**New York**

(City)

**New York**

(State)

**10022**

(Zip Code)

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

**Kenneth Wormser**

**(212) 792-5270**

(Area Code -- Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

**KPMG LLP**

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

**51 John F. Kennedy Parkway**

(Address)

**Short Hills**

(City)

**New Jersey**

(State)

**07078-2702**

(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).

SEC 1410 (06-02)

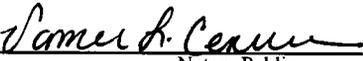
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BS

OATH OR AFFIRMATION

I, Kenneth Wormser, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of GreensLedge Capital Markets LLC, as of December 31, 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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
  
Signature  
MANAGING PARTNER  
Title

  
Notary Public

**VANESSA L. CENUSER**  
Notary Public, State of New York  
Registration #01CE6339611  
Qualified In New York County  
Commission Expires April 4, 2020

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 Proprietor's 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.
- (o) Exemption Report.

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

**GREENSLEDGE CAPITAL MARKETS LLC  
AND SUBSIDIARY  
(A WHOLLY OWNED SUBSIDIARY OF  
GREENSLEDGE HOLDINGS LLC)**

**Financial Statement  
and  
Report of Independent  
Registered Public Accounting Firm  
December 31, 2016**

**GREENSLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY  
(A WHOLLY OWNED SUBSIDIARY OF GREENSLEDGE HOLDINGS LLC)  
Index  
December 31, 2016**

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KPMG LLP  
New Jersey Headquarters  
51 John F. Kennedy Parkway  
Short Hills, NJ 07078-2702

## Report of Independent Registered Public Accounting Firm

The Member  
GreensLedge Capital Markets LLC:

We have audited the accompanying consolidated statement of financial condition of GreensLedge Capital Markets LLC and Subsidiary as of December 31, 2016 (the financial statement). The financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit 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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statement referred to above presents fairly, in all material respects, the financial position of GreensLedge Capital Markets LLC and Subsidiary as of December 31, 2016, in conformity with U.S. generally accepted accounting principles.

**KPMG LLP**

Short Hills, New Jersey  
February 23, 2017

**GREENSLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY**  
**(A WHOLLY OWNED SUBSIDIARY OF GREENSLEDGE HOLDINGS LLC)**  
**Consolidated Statement of Financial Condition**  
**As of December 31, 2016**

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**Assets**

Cash and cash equivalents	\$ 8,743,525
Accounts receivable	1,732,987
Due from clearing broker	299,235
Property and equipment, net	154,199
Security deposit	103,144
Prepaid expenses and other assets	89,643
Due from affiliates	66,414
<b>Total assets</b>	<b><u>\$ 11,189,147</u></b>

**Liabilities and Member's Equity**

Liabilities

Accrued expenses	\$ 828,636
Accrued income tax	570,000
Deferred tax liability	18,000
Due to parent	233,558
Accounts payable	144,116
Other liabilities	175,197
<b>Total liabilities</b>	<b><u>1,969,507</u></b>

Subordinated loan	<u>1,000,000</u>
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Member's equity

Member's equity	8,247,561
Accumulated other comprehensive loss	(27,921)
<b>Total member's equity</b>	<b><u>8,219,640</u></b>

<b>Total liabilities and member's equity</b>	<b><u>\$ 11,189,147</u></b>
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The accompanying notes are an integral part of this consolidated financial statement.

**GREENSLIDGE CAPITAL MARKETS LLC AND SUBSIDIARY**  
**(A WHOLLY OWNED SUBSIDIARY OF GREENSLIDGE HOLDINGS LLC)**  
**Notes to Consolidated Financial Statement**  
**December 31, 2016**

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**1. Organization and Nature of Business**

GreensLedge Capital Markets LLC (the "Company") is a broker-dealer registered with the Securities and Exchange Commission (the "SEC") and is a member of the Financial Industry Regulatory Authority ("FINRA"). The Company provides placements, advisory and other transactional services to issuers, investors and other institutional market participants.

The Company is a wholly owned subsidiary of GreensLedge Holdings LLC (the "Parent"). The Company's office is located in New York City, New York, United States of America.

GreensLedge Asia Limited ("Asia"), a wholly owned subsidiary of GreensLedge Capital Markets LLC and, was formed under the laws of the Cayman Islands for the purpose of expanding the Company's business in foreign markets. Asia has a branch office in Tokyo, Japan.

**2. Significant Accounting Policies**

Basis of Presentation

The consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, GreensLedge Asia Limited. The Company is engaged in a single line of business as a securities broker-dealer, which comprises several classes of services, including agency transactions, investment banking, and investment advisory services across a broad array of asset classes. All intercompany balances and transactions are eliminated in consolidation.

Use of Estimates

The preparation of the consolidated financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") 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.

Accounts Receivable

Accounts receivable are carried at the amounts billed to customers, net of the allowance for doubtful accounts, which is an estimate for credit losses based on a review of all outstanding amounts. Management determines the allowance for doubtful accounts by regularly evaluating individual customer receivables by considering each customer's financial condition, credit history and the potential effect of current economic conditions. Accounts receivable are written off when deemed uncollectible after reasonable collection efforts. Recoveries of accounts receivable previously written off are recorded when received. Management does not believe that an allowance is required as of December 31, 2016.

Cash Equivalents

The Company considers its investments in short-term money market accounts to be cash equivalents. The Company defines cash equivalents as short term, highly liquid investments with original maturities of less than ninety days from date of acquisition. The carrying amounts of such cash equivalents approximate fair value due to the short term nature of these instruments.

**GREENSLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY**  
**(A WHOLLY OWNED SUBSIDIARY OF GREENSLEDGE HOLDINGS LLC)**  
**Notes to Consolidated Financial Statement**  
**December 31, 2016**

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Due from Clearing Broker

Due from clearing broker includes a clearing deposit of \$250,000 the Company maintains with its clearing broker. The remaining receivable represents cash maintained by the Company with its clearing broker to facilitate settlement and clearance of matched principal transactions and spreads on matched principal transactions that have not yet been remitted from/to the clearing organization.

Foreign Currency

Results of operations for Asia have been translated from its local currency, Japanese Yen, to the U.S. dollar using average exchange rates during the period, while assets and liabilities are translated at the exchange rate in effect at the reporting date. Gains or losses resulting from translating foreign currency financial statements are reported as accumulated other comprehensive income (loss) and are shown as a separate component of member's equity.

Property and Equipment

Property and equipment is stated at cost and is being depreciated over five to seven years, which approximates their useful lives, using the straight-line method. Major expenditures for property and equipment which substantially increase their useful lives are capitalized; maintenance, repairs, and minor renewals are expensed as incurred.

Income Taxes

The Company is a single member limited liability company. The Internal Revenue Code ("IRC") provides that any income or loss is passed through to the member for federal and state income tax purposes. Accordingly, the Company has not provided for federal or state income taxes. The Company is, however, subject to New York City Unincorporated Business Tax and records a provision for unincorporated business taxes and reimburses the Parent for taxes incurred and attributable to the Company's income which is reported in the Parent Company's tax return.

At December 31, 2016, management has determined that the Company had no uncertain tax positions that would require financial statement recognition. This determination will always be subject to ongoing reevaluation as facts and circumstances may require. The Company remains subject to U.S. federal and state income tax audits for all periods subsequent to 2013.

At December 31, 2016, the Company had a current income tax payable to its Parent of \$570,000 and a deferred income tax payable to its Parent of \$18,000 in the accompanying consolidated statement of financial condition.

**3. Concentration of credit risk**

The Company maintains its U.S. based cash balances with one financial institution which is insured by the Federal Deposit Insurance Corporation ("FDIC"). The Company's cash balances may exceed the FDIC coverage of \$250,000. The Company has not experienced any losses in such accounts and believes it is not subject to any significant credit risk on cash.

**GREENSLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY  
(A WHOLLY OWNED SUBSIDIARY OF GREENSLEDGE HOLDINGS LLC)  
Notes to Consolidated Financial Statement  
December 31, 2016**

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**4. Property and equipment**

Property and equipment as of December 31, 2016 consist of the following:

Furniture and fixtures	\$	82,493
Computer equipment		369,609
		<u>452,102</u>
Less: accumulated depreciation		297,903
Property and equipment, net	\$	<u>154,199</u>

**5. Subordinated loan**

In June 2014, the Company executed a subordinated loan in the amount of \$1,000,000 with the Parent which was in accordance with an agreement approved by FINRA. The subordinated loan had an original maturity date of June 21, 2015 accruing interest at 7% per annum payable at maturity. With the approval of FINRA, this loan has been renewed annually with one year maturity dates. The Company has an existing subordinated loan with a maturity date of June 21, 2017. As of December 31, 2016, accrued interest payable from the subordinated loan of \$37,014 is included in due to parent in the accompanying consolidated statement of financial condition.

**6. Employee Benefit Plan**

The Company maintains a 401(k) deferred compensation plan covering all eligible employees who elect to participate in the plan. Participating employees contribute a percentage of their compensation, as defined, into the plan, which is limited to an amount allowable under the Internal Revenue Code. The Company, at its discretion, may also make matching contributions.

**7. Related Party Transactions**

As discussed in Note 1, The Company is a wholly owned subsidiary of GreensLedge Holdings LLC, the sole member, which is also the sole member of The GreensLedge Group, LLC ("GLG") and GreensLedge Advisors, LLC ("GLA"), both affiliated entities through common ownership by the Company's member. Allocation of the expenses between these affiliates and the Company is based upon an expense sharing agreement (the "Agreement") between the parties. The Agreement has been filed with FINRA. The Agreement calls for the allocation of certain expenses related to shared resources and facilities as well as other incidentals (including rent, payroll and other related operating expenses).

At December 31, 2016, the amounts due from GLG and GLA were \$33,977 and \$32,437, respectively and are classified as due from affiliates in the consolidated statement of financial condition. The amounts due from the affiliates were settled periodically with funds received during the year ended December 31, 2016. As of December 31, 2016, the amount due to the Parent is \$196,544 and is classified as due to parent in the consolidated statement of financial condition.

**GREENLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY**  
**(A WHOLLY OWNED SUBSIDIARY OF GREENLEDGE HOLDINGS LLC)**  
**Notes to Consolidated Financial Statement**  
**December 31, 2016**

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Under the terms of a service level agreement dated July 1, 2013 with GreensLedge Capital Markets Europe, LLP ("GLCM Europe"), GLCM Europe provided certain consulting services to the Company. Fees incurred under this agreement were paid in full to GLCM Europe as of December 31, 2016.

**8. Commitments and Contingencies**

Lease Commitment

The Company's subsidiary, Asia, leased office space in Tokyo, Japan under a non-cancellable lease agreement scheduled to expire September 30, 2016. This lease was extended through June 14, 2017.

Asia entered into a separate lease agreement for office space at a new location in Tokyo, Japan which is effective April 1, 2017 and is scheduled to expire March 31, 2020. The new lease will require a security deposit of \$74,745 which is due prior to the effective date of the lease.

The future minimum annual payments, at December 31, 2016 under this agreement are approximately:

2017	\$ 37,000
2018	64,000
2019	64,000
2020	16,000
Total	<u>\$ 181,000</u>

Off-balance Sheet Risk

Pursuant to its clearance agreement, the Company introduces all of its securities transactions to its clearing organization on a fully-disclosed basis. Therefore, all customer account balances and long and short security positions are carried on the books of the clearing organization. In accordance with the clearance agreement, the Company has agreed to indemnify the clearing broker for losses, if any, which the clearing organization may sustain from carrying securities transactions introduced by the Company. In accordance with industry practice and regulatory requirements, the Company and the clearing organization monitor collateral on the customers' accounts. The clearing deposit of \$250,000 is pursuant to this agreement and is included in due from clearing broker.

**9. Net Capital Requirement**

The Company is subject to the Securities and Exchange Commission (the "SEC") Uniform Net Capital Rule (Rule 15c3-1). The Company has elected to use the alternative method, permitted by Rule 15c3-1, which requires the Company to maintain a minimum net capital greater than \$250,000.

As of December 31, 2016, the Company had net capital of \$6,292,132 which was \$6,042,132 in excess of the minimum net capital required.

**GREENSLEDGE CAPITAL MARKETS LLC AND SUBSIDIARY**  
**(A WHOLLY OWNED SUBSIDIARY OF GREENSLEDGE HOLDINGS LLC)**  
**Notes to Consolidated Financial Statement**  
**December 31, 2016**

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**10. Subsequent Events**

The Company has evaluated its subsequent events through February 23, 2017, the date that the accompanying consolidated financial statement was available to be issued. The Company had no material subsequent events requiring disclosure. In January of 2017, the Company made distributions of profits to its Parent in the ordinary course of business of \$4,200,000. There were no other subsequent events which would require disclosure in the footnotes to the financial statement.