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

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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 08/01/2016 AND ENDING 05/31/2017
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: World Capital Brokerage Inc
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
1636 Logan Street
(No. and Street)
Denver CO 80203
(City) (State) (Zip Code)

OFFICIAL USE ONLY
FIRM I.D. NO.

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Timothy E. Taggart 303-626-0631
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Tait Weller & Baker LLP
(Name - if individual, state last, first, middle name)
1818 Market Street Philadelphia PA
(Address) (City) (State)
19103
(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)

One

OATH OR AFFIRMATION

I, Timothy E. Taggart, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of World Capital Brokerage, Inc. of May 31, 2017, 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:

[Handwritten Signature]

Signature

PRESIDENT

Title

Patricia A Blum

Notary Public

my commission expires 11/14/2018

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).

[X] Report on Internal Controls Required by Rule 17a-5 for a Broker-Dealer claiming exemption from Rule 15c3-3

WORLD CAPITAL BROKERAGE, INC.
(Wholly Owned by AGF Holdings, Inc.)

(SEC I.D. No. 8-6805)

Financial Statements for the
Ten Months Ended May 31, 2017 and Supplementary
Information.

This report is deemed CONFIDENTIAL in
accordance with Rule 17a-5(e)(3).

A statement of financial condition and
supplemental report on internal accounting
control, bound separately, has been filed
with the Securities and Exchange Commission
simultaneously herewith as a public document.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

**To the Board of Directors and Shareholders
World Capital Brokerage, Inc.
Denver, Colorado**

We have audited the accompanying statement of financial condition of World Capital Brokerage, Inc. as of May 31, 2017, and the related statements of income, changes in stockholder's equity, and cash flows for the ten-month period then ended. These financial statements are the responsibility of World Capital Brokerage, Inc.'s management. Our responsibility is to express an opinion on these financial statements 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 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 audit provides 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 World Capital Brokerage, Inc. as of May 31, 2017, and the results of its operations and its cash flows for the ten-month period then ended in accordance with accounting principles generally accepted in the United States of America. The supplemental information on pages 10, 11, 12, and 13 has been subjected to audit procedures performed in conjunction with the audit of World Capital Brokerage's financial statements.

The supplemental information is the responsibility of World Capital Brokerage'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.



TAIT, WELLER & BAKER LLP

**Philadelphia, Pennsylvania
July 27, 2017**

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

STATEMENT OF FINANCIAL CONDITION
MAY 31, 2017

ASSETS

Cash and cash equivalents	\$	27,460
Investment securities, at market value (note 2)		2,278,497
Deposits with clearing organizations		25,000
Commissions receivable (note 5)		121,779
Account receivable - affiliate		123,193
Notes receivable		7,000
Other assets		<u>16,129</u>
Total assets	\$	<u>2,599,058</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Liabilities:		
Accounts payable		87,513
Accounts payable affiliate - Payroll		9,466
Clearance Account		299
Commissions payable		98,086
Income Tax payable		17,872
Deferred Tax Liability		<u>497,780</u>
Total liabilities		<u>711,016</u>
Stockholder's equity:		
Common stock, \$1 par value; 50,000 shares authorized; 24,500 shares issued and outstanding		24,500
Retained earnings		<u>1,863,542</u>
Total stockholder's equity		<u>1,888,042</u>
Total liabilities and stockholder's equity	\$	<u>2,599,058</u>

See accompanying notes to statement of financial condition.

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

STATEMENT OF INCOME
TEN MONTHS ENDED MAY 31, 2017

REVENUES:

Commissions (note 3)	\$ 536,231
Underwriting and distribution fees (note 3)	467,613
Interest Income	1
Dividend Income	29,755
Unrealized appreciation on investments	160,865
Property Management Fee (note 3)	130,000
Other income	22,296
Compliance income	<u>54,118</u>
Total Revenue	<u>1,400,879</u>

EXPENSES:

Commissions	870,717
General and administrative (note 3)	<u>493,404</u>
Total expenses	<u>1,364,121</u>
Income (loss) before income tax expense	36,758
Deferred tax expense	62,737
Current tax expense	<u>0</u>
Total Income Tax expense	<u>62,737</u>
Net Income (Loss)	<u>\$ (25,979)</u>

See accompanying notes to financial statements.

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
TEN MONTHS ENDED MAY 31, 2017

	<u>COMMON STOCK</u>		<u>RETAINED</u>	<u>TOTAL</u>
	<u>SHARES</u>	<u>AMOUNT</u>	<u>EARNINGS</u>	<u>STOCKHOLDER'S</u>
				<u>EQUITY</u>
BALANCES AT JULY 31, 2016	24,500	\$ 24,500	\$ 1,889,521	\$ 1,914,021
DISTRIBUTIONS	-	-	-	-
NET LOSS May 31, 2017	<u>-</u>	<u>-</u>	<u>(25,979)</u>	<u>(25,979)</u>
BALANCES AT MAY 31, 2017	<u>24,500</u>	<u>\$ 24,500</u>	<u>\$ 1,863,542</u>	<u>\$ 1,888,042</u>

See accompanying notes to financial statements.

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

STATEMENT OF CASH FLOWS
TEN MONTHS ENDED MAY 31, 2017

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Income (loss) \$ (25,979)

ADJUSTMENTS TO RECONCILE NET LOSS TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES

Unrealized appreciation on investments (160,865)

Changes in assets and liabilities:

Increase in deferred tax liability 62,738

Decrease in income tax payable (5,000)

Increase in commissions and accounts payable 118,067

Decrease in payroll payable (508)

Increase in AR – Affiliates (91,287)

Increase in commissions receivable (45,298)

Increase in notes receivable - affiliates (7,000)

Increase in other assets (12,000)

Net cash provided by (used in) Operating Activities (167,132)

CASH FLOWS FROM INVESTING ACTIVITIES:

Payments for purchase of investments 0

Proceeds from sales of investments 0

Net cash provided by (used in) investing activities 0

CASH FLOWS FROM FINANCING ACTIVITIES

Distributions to shareholders 0

Net cash used in distributions to shareholders 0

NET DECREASE IN CASH AND CASH EQUIVALENTS (167,132)

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR 194,592

CASH AND CASH EQUIVALENTS AT END OF YEAR \$ 27,460

See accompanying notes to financial statements.

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

NOTES TO FINANCIAL STATEMENTS
MAY 31, 2017

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

BASIS OF FINANCIAL STATEMENT PRESENTATION

The accompanying financial statements include the accounts of World Capital Brokerage, Inc. (the Company), a wholly owned subsidiary of AGF Holdings, Inc. (the Parent). The Company is a Colorado corporation and a registered broker-dealer with the Securities and Exchange Commission (SEC). The primary functions of the Company are to underwrite the shares of American Growth Fund, Inc. (the Fund), a diversified open-end investment company, and to function as a broker-dealer of securities. Significant accounting policies followed by the Company are:

INVESTMENT SECURITIES

Security transactions and related revenue and expense are recorded on a trade date basis. In accordance with financial reporting requirements for broker/dealers, the Company's investment securities are recorded at market value based upon quotes from brokers. Changes in unrealized appreciation or depreciation are included in revenue. Realized gains and losses are computed using the specific identification method.

COMMISSIONS

Commissions and related clearing expenses are recorded on a trade-date basis as securities transactions occur.

INCOME TAXES

The Company and the Parent account for income taxes using the asset and liability method of accounting for income taxes. The Company files consolidated federal and state income tax returns with the Parent. An informal tax sharing agreement currently exists between the Company and the Parent. Under such agreement the tax expense or benefit recorded by the Company, including the tax effects of related assets and liabilities of affiliates, is computed as if the Company filed separate stand-alone tax returns. Such amounts are limited to tax expense or benefit recorded on a consolidated basis for the Parent. The Company's method of accounting for income taxes conforms to "Accounting For Income Taxes". This method requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of temporary differences between the financial reporting basis and tax basis of assets and liabilities.

The Company evaluates tax positions taken or expected to be taken in the course of preparing the Company's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Management of the Company has reviewed the tax positions for the open tax years ending July 31, 2013 through July 31, 2016 and has determined that there are no significant uncertain tax positions that would require recognition in the financial statements.

CONCENTRATION OF CREDIT RISK

From time to time the Company had cash balances on deposits with banks in excess of the federally insured limits. The Company believes its risk of loss is limited due to the high credit quality of such bank.

STATEMENT OF CASH FLOWS

For purposes of the statement of cash flows, the Company considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

USE OF ESTIMATES

The preparation of financial statements in accordance with accounting principles generally accepted in the United

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

NOTES TO FINANCIAL STATEMENTS, continued
MAY 31, 2017

States of America 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 revenue and expenses during the reported period. Actual results could differ from those estimates.

2. INVESTMENT SECURITIES

At May 31, 2017, the Company's investment securities had an aggregate cost basis of \$1,002,139 and a market value of \$2,278,497 resulting in an unrealized gain of \$1,276,358.

The Company follows a fair value hierarchy that distinguishes market data obtained from independent sources (observable inputs) and the Company's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Company's investments and are summarized in the following fair value hierarchy.

Level 1 – quoted prices in active markets for identical securities,

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc), and

Level 3 – significant unobservable inputs (including the Company's own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used, as of May 31, 2017, in valuing the Company's assets carried at fair value:

Equity	Level 1	Level 2	Level 3	Total
Entertainment	\$ 985,492	\$ 0	\$ 0	\$ 985,492
Apparel	484,200	0	0	484,200
Recreation	227,765	0	0	227,765
Insurance (Life)	180,119	0	0	180,119
Medical Care	117,269	0	0	117,269
Health Care Plans	106,675	0	0	106,675
Aerospace/Defense	69,880	0	0	69,880
Packaging and Container	54,014	0	0	54,014
Specialty Chemicals	53,083	0	0	53,083
Total Equity	\$2,278,497	0	0	\$2,278,497

There were no movements between Levels 1 and 2 as of May 31, 2017.

The Company recognizes transfers between levels of the last day of each fiscal reporting period.

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

NOTES TO FINANCIAL STATEMENTS, continued
MAY 31, 2017

3. TRANSACTIONS WITH RELATED PARTIES

The Company, the Parent and Investment Research Corporation (IRC), the investment advisor for the Fund, are controlled by the same individual. Certain officers and directors of the Company are also officers and directors of the Fund and IRC. As principal underwriter for the Fund, the Company received gross underwriting commissions of \$10,126 for the ten months ended May 31, 2017. The Company received \$0 from IRC for distribution services.

The Company shares office space and certain employees with the Fund and IRC. Costs related thereto and certain other costs are allocated among the affiliates on a basis determined by management.

During fiscal 2017, the company received \$130,000 from related parties for property management services provided.

4. MINIMUM NET CAPITAL

Pursuant to Rule 15c3-1 of the Securities Exchange Act of 1934, the Company, as a registered securities broker/dealer, is required to maintain a minimum net capital of the greater of \$250,000 or 6 2/3% of "aggregate indebtedness," as defined in such rule. At May 31, 2017, the Company had net capital of \$1,190,769 which was \$940,769 in excess of its required net capital of \$250,000. The Company's ratio of aggregate indebtedness to net capital at May 31, 2017 was 0.1791 to 1.

5. COMMISSIONS RECEIVABLE

Commissions paid to broker/dealers through deferred sales charges, for the sale of Fund shares, are recorded as commissions receivable. The Company receives from the Fund a monthly distribution fee based on the Fund's daily net assets. Commissions receivable are recovered through the receipt of the distribution fee and redemption charges, if any, related to Fund shares subject to contingent deferred sales charges.

6. INCOME TAXES

The provision for income taxes consists of the following:

Current Expense	
State	\$ 0.00
Federal	<u>0.00</u>
Deferred Benefit	
Federal	55,290
State	<u>7,447</u>
Total	<u>\$ 62,737</u>

The deferred tax liability results from unrealized appreciation of investments.

7. SUBSEQUENT EVENTS

In preparing these financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through the date these financial statements were issued. There were no events or transactions that occurred during the period that materially impacted the amounts or disclosures in the Company's financial statements.

8. CHANGE OF FISCAL YEAR END

On May 9, 2017 The Financial Industry Regulatory Authority ("FINRA") approved the change of World Capital Brokerage, Inc.'s Fiscal Year End date from July 31, 2017 to May 31, 2017 pursuant to Rule 17a5(d) under the Securities Exchange Act of 1934.

SCHEDULE I
WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

**COMPUTATION OF NET CAPITAL,
MINIMUM NET CAPITAL REQUIRED AND AGGREGATE INDEBTEDNESS
AS OF MAY 31, 2017**

**COMPUTATION OF NET CAPITAL AND MINIMUM
NET CAPITAL REQUIRED**

STOCKHOLDER'S EQUITY	<u>\$ 1,888,042</u>
DEDUCT:	
Non-allowable assets	186,102
Haircuts on investment security	341,775
Haircuts undue concentration	<u>169,396</u>
Total	<u>697,273</u>
NET CAPITAL	<u>\$ 1,190,769</u>
Total liabilities	<u>213,236</u>
<u>TOTAL AGGREGATE INDEBTEDNESS</u>	<u>\$ 213,236</u>
NET CAPITAL	<u>\$ 1,190,769</u>
MINIMUM NET CAPITAL REQUIRED (greater of 6 ² / ₃ % of aggregate indebtedness or \$250,000)	<u>(250,000)</u>
EXCESS NET CAPITAL	<u>\$ 940,769</u>
RATIO OF AGGREGATED INDEBTEDNESS TO NET CAPITAL	<u>0.1791 to 1</u>

The audited net capital is the same as the unaudited net capital filed by the company.

SCHEDULE II
WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS
FOR BROKER AND DEALERS PURSUANT TO RULE 15c3-3 AS OF MAY 31, 2017**

The Company has no credit or debit balances in customer accounts as of May 31, 2017; accordingly, no reserve is required as of May 31, 2017. Information relating to the computations for determination of reserve requirements included in the Company's Form X-17a-5 (Focus Report, Part II) as of May 31, 2017, does not differ from the above statement.

SCHEDULE III

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

**INFORMATION RELATING
TO THE POSSESSION OR CONTROL REQUIREMENTS UNDER RULE 15c3-3 OF THE
SECURITIES AND EXCHANGE COMMISSION
AS OF MY 31, 2017**

1. Customers' fully paid securities and excess margin securities not in the respondent's possession or control as of the report date (for which instructions to reduce to possession or control had been issued as of the report date but for which the required action was not taken by respondent within the time frames specified under Rule 15c3-3.)
2. Customers' fully paid securities and excess margin securities for which instructions to reduce to possession or control had not been issued as of the report date, excluding items arising from "temporary lags which result from normal business operations" as permitted under Rule 15c3-3.
3. The system and procedure utilized in complying with the requirement to maintain physical possession or control of customers' fully-paid and excess margin securities have been tested and are functioning in a manner adequate to fulfill the requirements of Rule 15c3-3.

SCHEDULE IV

WORLD CAPITAL BROKERAGE, INC.
(wholly owned by AGF Holdings, Inc.)

**SCHEDULE OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION FOR
CUSTOMERS' REGULATED COMMODITY FUTURES AND OPTION ACCOUNTS AS OF MAY
31, 2017**

Not Applicable

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

**To the Board of Directors and Shareholders
World Capital Brokerage, Inc.
Denver, Colorado**

We have reviewed management's statements, included in the accompanying Exemption from the Reserve Requirements Pursuant to Rule 15c3-3, in which (1) World Capital Brokerage, Inc. identified the following provisions of 17 C.F.R. §15c3-3(k) under which World Capital Brokerage, Inc. claimed an exemption from 17 C.F.R. §240.15c3-3(k)2i (the "exemption provisions") and (2) World Capital Brokerage, Inc. stated that World Capital Brokerage, Inc. met the identified exemption provisions throughout the most recent fiscal period without exception. World Capital Brokerage, Inc.'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 World Capital Brokerage, Inc.'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.


TAIT, WELLER & BAKER LLP

**Philadelphia, Pennsylvania
July 27, 2017**

**MANAGEMENT STATEMENT REGARDING EXEMPTION FROM THE
RESERVE REQUIREMENTS PURSUANT TO RULE 15c3-3**

I, as a member of management of the World Capital Brokerage, Inc. (the "Company"), am responsible for complying with the exemptive provisions set forth in paragraph (k) 2i of Rule 15c3-3 under the Securities Exchange Act of 1934. I am also responsible for establishing and maintaining effective internal control over compliance with such exemptive provisions. I have performed an evaluation of the Company's compliance with the exemptive provisions from August 1, 2016 through May 31, 2017.

Based on this evaluation, I assert that the Company was in compliance with the exemptive provisions set forth in paragraph (k) 2i of Rule 15c3-3 under the Securities Exchange Act of 1934 as of May 31, 2017, and from August 1, 2016 through May 31, 2017.

WORLD CAPITAL BROKERAGE, INC.



Timothy E. Taggart
Chief Financial Officer