



OATH OR AFFIRMATION

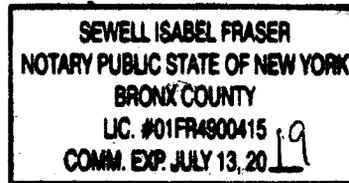
I, IVY FREDERICKS, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm or TRANSNATIONAL CAPITAL CORP., as of DECEMBER 31, 2016 are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Ivy L. Fredericks  
Signature

PRESIDENT

Title

[Signature]  
Public Notary



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 15c3-1.
- (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).

**TRANSNATIONAL CAPITAL CORP.**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

**TRANSNATIONAL CAPITAL CORP.**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

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# **hab and Company, P.A.**

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Maitland, FL 32751

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders  
of Transnational Capital Corp.

We have audited the accompanying statement of financial condition of Transnational Capital Corp. as of December 31, 2016, and the related statements of operations, changes in shareholders' equity, and cash flows for the year then ended. These financial statements are the responsibility of Transnational Capital Corp.'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 Transnational Capital Corp. as of December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The Schedules I, II and III have been subjected to audit procedures performed in conjunction with the audit of Transnational Capital Corp.'s financial statements. The supplemental information is the responsibility of Transnational Capital Corp.'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 Schedules I, II and III are fairly stated, in all material respects, in relation to the financial statements as a whole.

*O'hab and Company, P.A.*

Maitland, Florida

February 27, 2017

TRANSNATIONAL CAPITAL CORP.

STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2016

ASSETS

**Assets:**

Cash and cash equivalents	\$	21,104
Deposits		4,206
Prepaid Expenses		<u>1,229</u>
		<u>26,539</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

**Liabilities:**

Accounts payable and accrued liabilities		<u>5,356</u>
		<u>5,356</u>

**Stockholder's equity:**

Common stock, Class A		
200 shares authorized, issued and outstanding		25,000
Additional paid-in capital		228,181
Retained earnings (deficit)		<u>(231,998)</u>
		<u>21,183</u>
	\$	<u>26,539</u>

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

**TRANSNATIONAL CAPITAL CORP.**  
**STATEMENT OF OPERATIONS**  
**FOR YEAR ENDED DECEMBER 31, 2016**

**Revenues:**

Other Income	\$ 41
<b>Total revenues</b>	<u>41</u>

**Expenses:**

Bad debt expense	15,300
Rent expense	27,594
Regulatory fees and expenses	3,255
Telephone and communications	4,557
Other operating expenses	<u>19,558</u>
<b>Total expenses</b>	<u>70,264</u>

<b>Net income (loss)</b>	<u><u>\$ (70,223)</u></u>
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The accompanying notes are an integral part of these financial statements.

**TRANSNATIONAL CAPITAL CORP.**

**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY  
FOR YEAR ENDED DECEMBER 31, 2016**

	<b>Common Stock</b>	<b>Additional Paid-in Capital</b>	<b>Retained Earnings</b>	<b>Total</b>
<b>Balances, December 31, 2015</b>	\$ 25,000	\$ 163,181	\$ (161,775)	\$ 26,406
Stockholder contribution	-	65,000	-	65,000
Net income (loss)	-	-	(70,223)	(70,223)
<b>Balances, December 31, 2016</b>	<b>\$ 25,000</b>	<b>\$ 228,181</b>	<b>\$ (231,998)</b>	<b>\$ 21,183</b>

The accompanying notes are an integral part of these financial statements

**TRANSNATIONAL CAPITAL CORP.**  
**STATEMENT OF CASH FLOWS**  
**FOR YEAR ENDED DECEMBER 31, 2016**

**Cash flows from operating activities:**

Net income (loss)	\$ (70,223)
Adjustments to reconcile net income to net cash flows from operating activities:	
(Increase) decrease in:	
Other receivables	17,999
Prepaid expenses	55
Increase (decrease) in:	
Accounts payable and accrued expenses	<u>(6,095)</u>
<b>Net cash used by operating activities</b>	<u><b>(58,264)</b></u>

**Cash flows from financing activities:**

Stockholder contributions	<u>65,000</u>
<b>Net cash provided in financing activities</b>	<u><b>65,000</b></u>
Net increase in cash and cash equivalents	6,736
<b>Cash and cash equivalents at beginning of period</b>	<u>14,368</u>
<b>Cash and cash equivalents at end of period</b>	<u><u><b>\$ 21,104</b></u></u>

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

**TRANSNATIONAL CAPITAL CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**Note 1 – Summary of Significant Accounting Policies**

*Nature of Business*

Transnational Capital Corp. ("the Company") is a broker-dealer, registered with the Securities Exchange Commission ("SEC"), and a member of the Financial Industry Regulatory Authority ("FINRA"). The Company was formed in February 2005 in the state of New York.

The Company specializes in securing financing and financial advisory services.

*Concentrations of Credit Risk for Cash*

The Company's cash balances are maintained at one financial institution. Balances are insured by the Federal Deposit Insurance Corporation subject to certain limitations.

*Cash and Cash Equivalents*

For purposes of reporting the statement of cash flows, the Company considers all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Cash balances in excess of FDIC and similar insurance coverage are subject to the usual banking risks associated with funds in excess of those limits. At December 31, 2016, the Company had no uninsured cash balances.

*Revenue and Cost Recognition*

Consulting revenue includes fees earned from securing financing and financial advisory services. Nonrefundable advances received for consulting services are recorded as consulting income when services are rendered. Contingency fees are recognized at the time the financing is placed and the income is reasonably determinable.

*Estimates*

The preparation of financial statements in accordance with accounting principles generally accepted in the United 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

*Income Taxes*

The Company has elected to be taxed as an S-Corporation for Federal and state income tax purposes and, accordingly, no provision has been made for such income taxes. The stockholder's allocable share of the Company's income or loss is reportable in their income tax returns. Provisions are made for New York State S Corporation franchise tax and New York City general corporation tax, as applicable.

**TRANSNATIONAL CAPITAL CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**Note 1 – Summary of Significant Accounting Policies (continued)**

*Income Taxes(continued)*

The Company has adopted the provisions of FASB Accounting Standards Codification 740-10, Accounting for Uncertainty in Income Taxes. Under ASC 740-10, the Company is required to evaluate each of its tax positions to determine if they are more likely than not to be sustained if the taxing authority examines the respective position. A tax position includes an entity's status, including its status as a pass-through entity, and the decision not to file a tax return. The Company has evaluated each of its tax positions and has determined that no provision or liability for income taxes is necessary. The shareholders and the Company are generally not subject to U.S. federal, state or local income tax examinations to the Company's activities for tax years before 2013.

*Advertising Costs*

Advertising costs, which are expensed as incurred, totaled approximately \$446 for the year ended December 31, 2016.

**Note 2 – Net Capital Requirements**

The Company is subject to the Securities and Exchange Commission's Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital at amount equal to the greater of \$5,000 or 6 2/3% of aggregate indebtedness, and requires that the ratio of aggregate indebtedness to net capital not to exceed 15 to 1.

At December 31, 2016, the Company had excess net capital of \$10,748 and a net capital rate of .34 to 1.

**Note 3 – Lease Commitment**

Lease expense for year ended December 31, 2016 was \$27,594 and is recorded on the Statement of Operations. The Company entered into a lease commitment beginning September 1, 2016 and ending August 31, 2017. Future lease payments for 2017 will be \$15,840.

**Note 4 - Bad Debt Expense**

The Company had uncollectible debt of \$15,300 recorded as of December 31, 2016, on the Statement of Operations.

**Note 5 - Commitment and Contingencies**

The Company had no further commitments or contingencies as of December 31, 2016.

**Note 6 - Subsequent Events**

In accordance with the *Subsequent Events* Topic of the FASB Accounting Standards Codification No. 855 ("FASB ASC 855"), the Company has evaluated those events and transactions that occurred from January 1, 2017 through February 27, 2017, the date the financial statements were available to be issued. No material events or transactions have occurred during this period which would render these financial statements to be misleading.

**SCHEDULE I  
TRANSNATIONAL CAPITAL CORP.**

**COMPUTATION OF NET CAPITAL PURSUANT TO SEC RULE 15c3-1 AND  
RECONCILIATION OF NET CAPITAL PURSUANT TO SEC RULE 17a-5(d)(4)  
AS OF DECEMBER 31, 2016**

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**Computation of basic net capital requirements:**

Total stockholder's equity qualified for net capital	<u>\$ 21,183</u>
Non-Allowable Assets:	
Deposits and prepaids	<u>5,435</u>
Net capital before haircuts and securities positions	<u>15,748</u>
Haircuts:	
Securities positions	<u>-</u>
Net capital	15,748
Minimum net capital requirements:	357
6 2/3% of total aggregate indebtedness (\$5,356)	
Minimum dollar net capital for this broker-dealer (\$5,000)	
Net capital requirement (greater of above two requirements)	<u>5,000</u>
Excess net capital	<u><u>\$ 10,748</u></u>

There are no material differences between the preceding computation and the Company's corresponding unaudited Part IIA of Form X17-A-5 as of December 31, 2016.

**SCHEDULE II  
TRANSNATIONAL CAPITAL CORP.**

**COMPUTATION OF AGGREGATE INDEBTEDNESS  
UNDER RULE 17a-5 OF THE SECURITIES AND EXCHANGE COMMISSION  
AS OF DECEMBER 31, 2016**

**Total aggregate indebtedness:**

Accounts payable and accrued liabilities	<u>\$ 5,356</u>
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Aggregate indebtedness	<u><u>\$ 5,356</u></u>
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<b>Ratio of aggregate indebtedness to net capital</b>	<u>.34 to 1</u>
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**SCHEDULE III  
TRANSNATIONAL CAPITAL CORP.**

**INFORMATION RELATING TO EXEMPTIVE PROVISION  
REQUIREMENTS UNDER SEC RULE 15c3-3  
AS OF DECEMBER 31, 2016**

With respect to the Computation for Determination of Reserve Requirements under Rule 15c3-3, the Company qualifies for exemption under subparagraph (k) (2) (i) of the Rule.

With respect to the Information Relating to Possession and Control Requirements under Rule 15c3-3, the Company qualifies for exemption under subparagraph (k) (2) (i) of the Rule.



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Fax 407-740-6441

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders  
of Transnational Capital Corp.

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

*Ohab and Company, P.A.*

Maitland, Florida

February 27, 2017

**Transnational Capital Corp.**

*Member FINRA*

420 Lexington Avenue, Suite 300  
New York, NY 10170  
(212) 453-0648

February 2, 2017

Ohab and Company P.A.  
100 E. Sybella Ave., Suite 130  
Maitland, FL 32751

Transnational Capital Corp. (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. section 240.17a-5, "Reports to be made by certain broker and dealers"). This exemption Report was prepared as required by 17 C.F.R. section 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 C.F.R. section 15c3-3 under the following provisions of 17 C.F.R. section 240.15c3-3(k)(2)(i):

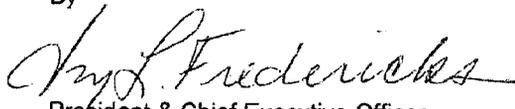
And

- (2) The Company met the identified exemption provision in 17 C.F.R. section 240.15c3-3(k)(2)(i) throughout the most recent year without exception.

Transnational Capital Corp.

I, Ivy Fredericks, swear and affirm that, to the best of my knowledge and belief, this Exemption Report is true and correct.

By



President & Chief Executive Officer  
February 2, 2017