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

OMB APPROVAL	
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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 01/01/17

AND ENDING 12/31/17

MM/DD/YYYY

MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: MHA FINANCIAL CORPORATION

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPLE PLACE OF BUSINESS: (Do not use P.O. Box No.)
4 PHEASANT HILL STREET

(No. and Street)

WESTWOOD

MA

02090

(City)

(State)

(Zip Code)

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

C. WILLIAM HOILMAN

781-769-8066

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

LARRY D. LIBERFARB, P.C.

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

11 VANDERBILT AVENUE SUITE 220

NORWOOD

MA

02062

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

FOR OFFICAL USE ONLY

*Claims for exemption from the requirements 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 240.17-a-8(e)(2)

SEC 1410 (05-01) Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

DM RNS

OATH OR AFFIRMATION

I, C. WILLIAM HOILMAN, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of MHA FINANCIAL CORPORATION, as of DECEMBER 31, 20 17, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principle officer or director has any proprietary interest in any account classified solely as that of A customer, except as follows:

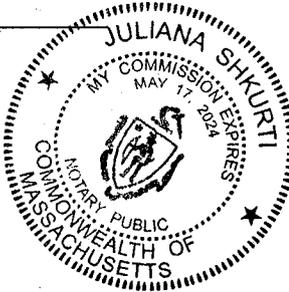
C. William Hoilman

Signature

PRESIDENT

Title

Juliana Shkurti
Notary Public



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 15c2-3.
- (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).

MHA FINANCIAL CORPORATION

FINANCIAL STATEMENTS

DECEMBER 31, 2017

LARRY D. LIBERFARB, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND FINANCIAL ADVISORS

11 Vanderbilt Avenue, Suite 220, Norwood, Massachusetts 02062
Tel. (781) 255-8800 Fax (781) 255-9217
E-Mail: Info@Liberfarb.com

Report of Independent Registered Public Accounting Firm

To the Board of Directors and Shareholder
of MHA Financial Corporation

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of MHA Financial Corporation as of December 31, 2017, the related statements of income, changes in shareholder's equity, and cash flows for the year then ended, and the related notes (collectively referred to as the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of MHA Financial Corporation as of December 31, 2017, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of MHA Financial Corporation's management. Our responsibility is to express an opinion on MHA Financial Corporation's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to MHA Financial Corporation in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Supplemental Information

The computation of aggregate indebtedness and net capital pursuant to SEC Rule 15c3-1, and computation for and information related to possession or control determination of reserve requirements for broker/dealers under SEC Rule 15c3-3 have been subjected to audit procedures performed in conjunction with the audit of MHA Financial Corporation's financial statements. The supplemental information is the responsibility of MHA Financial Corporation'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 computation of aggregate indebtedness and net capital under SEC Rule 15c3-1, and computation for and information related to possession or control determination of reserve requirements for broker/dealers under SEC Rule 15c3-3 are fairly stated, in all material respects, in relation to the financial statements as a whole.


Larry D. Liberfarb, P.C.

We have served as MHA Financial Corporation's auditor since 2003.

Norwood, Massachusetts

February 2, 2018

MHA FINANCIAL CORPORATION

STATEMENT OF FINANCIAL CONDITION

31-Dec-17

ASSETS

Cash	\$	229,130
Receivables from broker-dealers and clearing organizations		38,501
Deposit with clearing organization		23,741
Receivables from non-customers		5,879
Other assets		-
	\$	<u>297,251</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Liabilities:		
Accounts payable, accrued expenses and other liabilities	\$	35,348
 Stockholder's equity:		
Common stock, no par value, authorized 12,500 shares, 140 shares issued and outstanding		7,000
Additional paid-in capital		55,000
Retained earnings		<u>199,903</u>
Total stockholder's equity		<u>261,903</u>
	\$	<u>297,251</u>

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

MHA FINANCIAL CORPORATION

STATEMENT OF INCOME

For the Year Ended December 31, 2017

Revenues:	
Commissions	\$ 28,742
Advisory fees	163,778
Life insurance	66,918
Mutual Fund and 12b-1 Fees	237,311
Interest and dividends	355
Other income	36,413
	<u>533,517</u>
Expenses:	
Employee compensation and benefits	379,398
Communications and data processing	3,788
Occupancy	22,244
Legal expense	25,304
Other expenses	92,593
	<u>523,327</u>
Net Income	<u>\$ 10,190</u>

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

MHA FINANCIAL CORPORATION

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY

For the Year Ended December 31, 2017

	Common Stock	Additional Paid-In Capital	Retained Earnings	Total
Balance at January 1, 2017	\$ 7,000	\$ 55,000	\$ 189,713	\$ 251,713
Net Income			10,190	10,190
Balance at December 31, 2017	<u>\$ 7,000</u>	<u>\$ 55,000</u>	<u>\$ 199,903</u>	<u>\$ 261,903</u>

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

MHA FINANCIAL CORPORATION

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2017

Cash Flows From Operating Activities:	
Net Income	\$ 10,190
Adjustments to reconcile net income to net cash from operating activities:	
(Increase) decrease in operating assets:	
Decrease in deposit with clearing organization	1,296
Increase in receivable from broker-dealers and clearing organizations	(9,401)
Decrease in receivables from non-customers	2,996
(Decrease) increase in operating liabilities:	
Decrease in accounts payable, and accrued expenses	<u>(8,563)</u>
Net cash from operating activities	(3,482)
Cash Flows From Investing Activities	
None	-
Cash Flows From Financing Activities	
None	-
Decrease in cash	<u><u>(3,482)</u></u>
Cash at beginning of the year	<u>\$ 232,612</u>
Cash at end of the year	<u><u>\$ 229,130</u></u>
Supplemental cash flow disclosures:	
Interest payments	\$ -
Income tax payments	\$ -

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

MHA FINANCIAL CORPORATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Business

The Company is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority, Inc. (FINRA).

Securities Transactions

Customers' securities transactions are recorded on a settlement date basis. The related commission income and expenses are also recorded on the settlement date basis. Generally accepted accounting principals requires revenue to be recognized on a trade date basis. There is no material difference between the trade and the settlement date.

Income Taxes

The Company operates as an S Corporation. As such, the Corporation's income or loss and credits are passed through to the stockholder, and reported on his individual income tax returns.

Statement of Cash Flows

For purposes of the Statement of Cash Flows, the Company has defined cash equivalents as highly liquid investments, with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 reported period. Actual results could differ from these estimates.

MHA FINANCIAL CORPORATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

DECEMBER 31, 2017

NOTE 2 - NET CAPITAL

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital, and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At December 31, 2017 the Company had net capital of \$254,845 which was \$204,845 in excess of its required net capital of \$50,000. The Company's net capital ratio was .1387 to 1.

NOTE 3 - RELATED PARTY TRANSACTIONS

The Company rents office space and equipment from its sole shareholder. The rent charged was \$18,000 for the fiscal year ending December 31, 2017. Because this is a related entity, operating results could vary significantly from those that would be obtained if this entity was autonomous. The Company's president and principal shareholder provided significant services and received no compensation during the year ended December 31, 2017.

NOTE 4 - CONCENTRATIONS OF CREDIT RISK

The Company is engaged in various trading and brokerage activities whose counterparties include the general public. In the event counterparties do not fulfill their obligations the Company may be exposed to risk. The risk of default depends on the credit worthiness of the counterparty or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty with which it conducts business.

The Company at times maintains cash in bank accounts in excess of the established limit insured by the Federal Deposit Insurance Corporation (FDIC).

NOTE 5 - EMPLOYEE BENEFITS

The Company has a SARSEP plan for all employees. Employees at their discretion may contribute up to 25% of their compensation to the plan. For the year ended December 31, 2017 nothing was contributed on behalf of employees.

NOTE 6 - FAIR VALUE

FASB ASC 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques. Fair value is 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. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market income or cost approach, as specified by FASB ASC 820, are used to measure fair value.

MHA FINANCIAL CORPORATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
DECEMBER 31, 2017

NOTE 6 – FAIR VALUE (Continued)

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.

Level 2 inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.

Level 3 are unobservable inputs for the asset or liability and rely on management's own assumption about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data.)

A qualifying asset or liabilities level within the framework is based upon the lowest level of any input that is significant to the fair value measurement. The Company's qualifying assets or liabilities are recorded at fair value using Level 1 inputs.

NOTE 7 – ARBITRATION

During 2017, two former customers filed a statement of claim, naming the company as respondent. The arbitration actions are based on the alleged mismanagement of claimants' portfolios by a former registered representative. Both claimants allege that the company recommended that they invest at least \$52,000 in a high-risk, unsuitable investment between December 2009 and June 2010. The company believes that these claims are unsubstantiated, baseless and past the six year statute of limitations, thus the company is vigorously defending these claims and does not anticipate any liability for such claims.

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 2, 2018, the date on which the financial statements were available to be issued.

MHA FINANCIAL CORPORATION

SUPPLEMENTARY SCHEDULES

DECEMBER 31, 2017

SCHEDULE I

MHA FINANCIAL CORPORATION

**COMPUTATION OF AGGREGATE INDEBTEDNESS AND NET CAPITAL
PURSUANT TO RULE 15c3-1**

31-Dec-17

AGGREGATE INDEBTEDNESS:

Accounts payable and accrued expenses \$ 35,348

NET CAPITAL:

Common stock \$ 7,000
Additional paid-in capital 55,000
Retained earnings 199,903
\$ 261,903

ADJUSTMENTS TO NET CAPITAL:

Other assets 0
Non-allowable receivables (5,879)
Haircuts and undue concentration (1,179)
Net Capital, as defined \$ 254,845

NET CAPITAL REQUIREMENT

50,000

NET CAPITAL IN EXCESS OF REQUIREMENT

\$ 204,845

RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL

.1387 to 1

Reconciliation with Company's computation of net capital:

Net capital as reported in Company's Part IIA (unaudited)
FOCUS Report \$ 254,845
Net audit adjustments -
Increase in non-allowables and haircuts -
Net capital per above \$ 254,845

There were no material differences between the above computation of net capital and the corresponding computation submitted by the Company with the unaudited X-17A-5 as of December 31, 2017.

See Report of Registered Public Accounting Firm

SCHEDULE II

MHA FINANCIAL CORPORATION

**COMPUTATION FOR AND INFORMATION RELATED TO POSSESSION
OR CONTROL DETERMINATION OF RESERVE REQUIREMENTS
FOR BROKER/DEALERS UNDER RULE 15c3-3 OF THE SECURITIES
EXCHANGE ACT OF 1934**

DECEMBER 31, 2017

MHA Financial Corporation is exempt from the reserve requirements of Rule 15c3-3 as its transactions are limited, such that they do not handle customer funds or securities, accordingly, the computation for determination of reserve requirements pursuant to Rule 15c3-3 and information relating to the possession or control requirement pursuant to Rule 15c3-3 are not applicable.

LARRY D. LIBERFARB, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND FINANCIAL ADVISORS

11 Vanderbilt Avenue, Suite 220, Norwood, Massachusetts 02062
Tel. (781) 255-8800 Fax (781) 255-9217
E-Mail: Info@Liberfarb.com

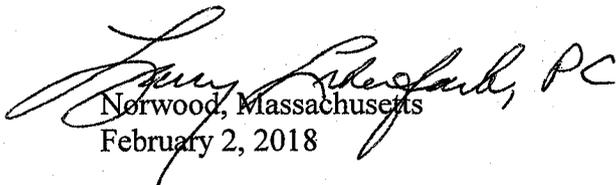
Report of Independent Registered Public Accounting Firm

Board of Directors and Shareholder of
MHA Financial Corporation

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) MHA Financial Corporation identified the following provisions of 17 C.F.R. 15c3-3(k) under which MHA Financial Corporation claimed an exemption from 17 C.F.R. 240.15c3-(k)(2)(ii) (exemption provisions) and (2) MHA Financial Corporation stated that MHA Financial Corporation met the identified exemption provisions throughout the most recent fiscal year without exception. MHA Financial Corporation'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 MHA Financial Corporation'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)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.


Norwood, Massachusetts
February 2, 2018

MHA FINANCIAL CORPORATION

**EXEMPTION REPORT
REQUIREMENT FOR BROKER/DEALERS UNDER
RULE 17a-5 OF THE SECURITIES EXCHANGE ACT OF 1934**

DECEMBER 31, 2017

MHA Financial Corp is exempt from the reserve and possession or control requirements under Rule 15c3-3(k)(2)(ii) of the Securities Exchange Act of 1934. The Company was compliant with Rule 15c3-3(k)(2)(ii) as it did not carry any customer funds or securities throughout the calendar year ending December 31, 2017.



C. William Hoilman, President



781.769.8066 bhoilman@mhafinancialcorp.com 781.769.3094 fax

4 Pheasant Hill Street
Post Office Box 409
Westwood, MA 02090-0409

Member FINRA • SIPC

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FEB 13 2018

Washington DC
406

February 7, 2018

SEC
100 F Street, NE
Washington, DC 20549

RE: MHA Financial Corp
CRD # 7462

Dear Sir/Madam:

Enclosed are two copies of the annual audited financial statement.

Sincerely,

C. William Hoilman
President

Enclosure

SEC
Mail Processing
Section

FEB 13 2018

Washington DC
406

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