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

SEC FILE NUMBER
8-65525

**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 01/01/18 AND ENDING 12/31/18
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Rabo Securities USA, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

245 Park Avenue, 37th Floor

(No. and Street)

New York

New York

10167

(City)

(State)

(Zip Code)

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

Andrea Martens

(212) 916-3706

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained on this Report*

PricewaterhouseCoopers LLP

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

300 Madison Avenue

New York

New York

(Address)

(City)

(State)

10017

(Zip Code)

SEC Mail Processing

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Washington, DC

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 240.17a-5(e)(2).

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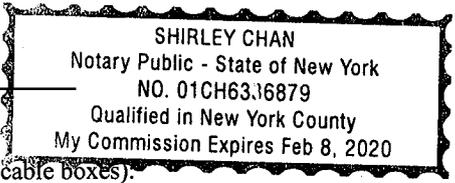
OATH OR AFFIRMATION

I, Kenneth McGrory, swear (or affirm) that, to the best of my knowledge and belief, the accompanying financial statements and supporting schedules pertaining to the firm of Rabo Securities USA, Inc., as of December 31, 2018, 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:

Kenneth McGrory
Signature

Subscribed and sworn to before me this 27 day of February 2019 President and Chief Operating Officer Title

Shirley Chan
Notary Public



This report* contains (check all applicable boxes):

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income and Comprehensive Income.
- (d) Statement of Cash Flows
- (e) Statement of Changes in Stockholders' Equity.
- (f) Statement of Changes in Subordinated Borrowings.
- (g) Computation of net capital for brokers and dealers pursuant to Rule 15c3-1.
- (h) Computation for determination of reserve requirements pursuant to Rule 15c3-3.
- (i) Information relating to the possession or control requirements for brokers and dealers 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 Securities Investor Protection Corporation (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).

STATEMENT OF FINANCIAL CONDITION

Rabo Securities USA, Inc.

December 31, 2018

**With Report of Independent Registered Public Accounting
Firm**

Rabo Securities USA, Inc.
Statement of Financial Condition
December 31, 2018

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Report of Independent Registered Public Accounting Firm

To the Stockholder and Board of Directors of
Rabo Securities USA, Inc.

Opinion on the Statement of Financial Condition

We have audited the accompanying statement of financial condition of Rabo Securities USA, Inc. (the "Company") as of December 31, 2018, including the related notes (collectively referred to as the "financial statement"). In our opinion, the financial statement presents fairly, in all material respects, the financial position of the Company as of December 31, 2018 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

The financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on the Company's financial statement 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 the Company 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 of this financial statement 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 statement is 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 statement, 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 statement. 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 statement. We believe that our audit provides a reasonable basis for our opinion.

Bruce Waterhouse Coopers LLP

February 27, 2019

We have served as the Company's auditor since 2016.

Rabo Securities USA, Inc.
Statement of Financial Condition
December 31, 2018

Assets

Cash and cash equivalents	\$ 17,689
U.S. government securities	111,619
Receivable from underwriters, net	2,617
Receivable from clearing organization	15,000
Receivable from customers	3,842
Receivable from broker-dealer	66
Fail-to-deliver	23
Other assets	128
Total assets	<u>\$ 150,984</u>

Liabilities and stockholder's equity

Liabilities:

Payable to affiliates, net	\$ 17,258
Accounts payable and accrued expenses	100
Fail-to-receive	342
Payable to customers	23
Total liabilities	<u>17,723</u>

Contingencies

Stockholder's equity:

Common stock (1,000 shares authorized, issued and outstanding, \$0.01 par value)	-
Additional paid-in capital	32,000
Retained earnings	101,261
Total stockholder's equity	<u>133,261</u>
Total liabilities and stockholder's equity	<u>\$ 150,984</u>

The accompanying notes are an integral part of the statement of financial condition.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

1. Organization

Rabo Securities USA, Inc. (the “Company” or “RSI”) was incorporated in Delaware in 1999 and commenced broker-dealer operations in March 2003. The Company is a wholly-owned subsidiary of Utrecht-America Holdings, Inc. (the “Parent”) which is an indirect wholly-owned subsidiary of Coöperatieve Rabobank U.A. (“Rabobank Nederland”).

The Company is an institutional brokerage and investment banking firm that engages primarily in the business of underwriting and private placement services, mergers and acquisitions transaction advisory services, fixed-income sales and trading, and effecting transactions in foreign fixed income securities on behalf of an affiliate. The Company is registered as a broker-dealer with the Securities and Exchange Commission (“SEC”) and the Financial Industry Regulatory Authority (“FINRA”). RSI is a registered clearing member of the Chicago Mercantile Exchange (“CME”) for the singular purpose of clearing Interest Rate Swap (“IRS”) transactions on behalf of Rabobank Nederland.

The Company participates in the underwriting and private placement of U.S. debt and equity securities. RSI may participate in underwriting transactions on a best efforts or firm commitment basis as an initial purchaser, or principal, and in private placement transactions as agent.

The Company also participates in the private placement of asset-backed commercial paper for a Rabobank Nederland administered commercial paper program for which it earns brokerage fees. These transactions are executed with U.S. major institutional clients and broker-dealers and the activity is cleared via Pershing LLC (the “Clearing Broker”) on a fully-disclosed basis. As an introducing broker, the Company does not carry securities accounts or perform custodial functions.

The Company acts as an agent for fixed income securities transactions, which are executed by Rabobank Nederland for U.S. major institutional investors and broker-dealers and earns commission income. Foreign fixed income securities transactions settle on a delivery/receipt versus payment basis through the global custody network of Rabobank Nederland. U.S. fixed income securities settle on a fully-disclosed basis through the Clearing Broker.

RSI acts as a buying agent to execute equity share buybacks for clients looking to re-purchase outstanding company shares for which it earns brokerage fees.

2. Summary of Significant Accounting Policies

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Management

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

believes the estimates utilized in preparing the Company's financial statements are reasonable and prudent. Significant estimates include the valuation of financial instruments. Actual results could differ from these estimates.

Cash and Cash Equivalents

Cash and cash equivalents consist of amounts on deposit with financial institutions and short-term, highly liquid investments with a maturity of less than three months when purchased. Cash and cash equivalents primarily comprises money market funds placed with one financial institution. Amounts on deposit with financial institutions typically exceed federal insurance limits. The carrying amounts reported in the Statement of Financial Condition approximate fair value because of the immediate or short-term maturity of these financial instruments.

U.S. Government Securities

As of December 31, 2018, U.S. Government Securities represent U.S. Treasury Bills. Securities owned are recorded at fair value.

Receivables from Underwriters, net, Broker-Dealers, Customers and Clearing Organization

Receivable from underwriters, net represent underwriting fees receivable net of estimated charges and fees. Receivable from broker-dealer mainly represents amounts due from the Clearing Broker. Receivable from customers include amounts due from customers mainly for advisory transactions, and the failed foreign fixed income securities transactions executed pursuant to SEC Rule 15a-6. The Company records these receivables when relevant revenue recognition criteria has been achieved and payment is conditioned on the passage of time.

Receivable from clearing organization represents the cash held at the CME.

The Company establishes an allowance for doubtful receivables when it determines the receivable to be uncollectible.

Fail-to-Deliver

In the normal course of business, the Company effects transactions on behalf of customers on a delivery versus payment basis. If these transactions do not settle due to failure to perform by either the customer or the counterparty, the Company may be obligated to discharge the obligation of the nonperforming party and, as a result, may incur a loss if the market value of the securities is different in market values of the securities compared to their contract amounts.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

Payable to Affiliates, Net

Payable to affiliates primarily represents the amount due to Rabobank Nederland associated with the balance maintained by RSI at the CME, and amounts owed to the New York Branch of Rabobank Nederland (“Rabobank New York Branch”) for costs incurred under a service level agreement and amounts due to Parent for income taxes.

Receivable from affiliates primarily represents amounts owed to RSI for the brokerage activities conducted on behalf of Rabobank Nederland. Amounts receivable from and payable to the same affiliate are presented net in the Statement of Financial Condition. See Note 10 for additional information on related party transactions.

Fail-to-Receive

In the normal course of business, the Company chaperones security transactions pursuant to SEC Rule 15a-6 on behalf of customers on a receipt versus payment basis. If these transactions do not settle due to failure to perform by either the customer or the counterparty, the Company may be obligated to discharge the obligation of the nonperforming party and, as a result, may incur a loss if the market value of the securities is different from the contract amounts. The risk of loss to the Company is normally limited to differences in market values of the securities compared to their contract amounts.

Income Taxes

Income taxes are accounted for under Accounting Standards Codification (“ASC”) 740, Income Taxes, (“ASC 740”). Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted rates expected to apply to taxable income in the years in which those temporary differences are 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. To the extent that it is more likely than not that deferred tax assets will not be recognized, a valuation allowance would be established to offset their benefit.

In accordance with ASC 740, the Company is required to disclose unrecognized tax benefits resulting from uncertain tax positions. ASC 740 defines the threshold for recognizing the benefits of tax return positions in the financial statements as “more-likely-than-not” to be sustained by the taxing authority and requires measurement of a tax position meeting the more-likely-than-not criterion, based on the largest benefit that is more than 50 percent likely to be realized.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

Recently Announced Accounting Standards

In June 2016 the FASB issued ASU 2016-13, *Measurement of Credit Losses on Financial Instruments* (“CECL”). ASU 2016-13 provides amendments to ASC 326, *Financial Instruments – Credit Losses*, which amends the guidance on the impairment of financial instruments. Additionally, CECL adds an impairment model that is based on expected losses rather than incurred losses. Entities will recognize an allowance for its estimate of expected credit losses as of the end of each reporting period. The amendments are effective during interim and annual periods beginning after December 15, 2019. The company currently uses the specific identification method for establishing credit provisions and write-offs of its trade accounts receivable. The company anticipates adopting ASU 2016-13 on January 1, 2020.

In August 2018, the FASB issued ASU 2018-13. ASU 2018-13 *Fair Value Measurement (Topic 820): Disclosure Framework – Changes To The Disclosure Requirements For Fair Value Measurement*. ASU 2018-13 outlines the removal, modification and addition of disclosures to improve effectiveness of disclosures. ASU 2018-13 is effective for fiscal years beginning after December 31, 2019. Early adoption is permitted. The Company early adopted ASU 2018-13 and determined the adoption had no material impact to the Company’s financial statements.

3. Receivables from Underwriters, net, Customers, Broker-Dealer and Clearing Organization

Receivables from underwriters, net, receivables from customers and receivables from broker-dealer are all unsecured, and are due to the Company in accordance with the payment terms in the underlying contracts. There was no allowance for doubtful receivables at December 31, 2018.

As a member of CME, the Company clears IRS trades on behalf of Rabobank Nederland. From time to time, Rabobank Nederland may deposit additional securities with the CME in the RSI member account in support of Rabobank Nederland’s IRS activities cleared therein. The title and ownership of these additional securities deposited directly by Rabobank Nederland does not reside with the Company and these securities are not reflected on the Statement of Financial Condition.

Receivable from clearing organization represents the balance held at the CME. As a CME member, the Company is required to maintain certain amounts on deposit with the CME. At December 31, 2018, the amount on deposit with the CME was comprised of a guarantee fund of \$15,000.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

4. Concentration of Credit Risk

As of and during the year ended December 31, 2018, the financial instruments that potentially subject the Company to concentration of credit risk are primarily cash and cash equivalents, which are on deposit with one financial institution.

5. Off-Balance Sheet Risk and Transactions with Customers

In the normal course of business, the Company's customer activities involve the execution and clearance of customer securities transactions through clearing brokers. Securities transactions are subject to the credit risk of counterparties or customer nonperformance. Pursuant to the clearing agreements, the Company has agreed to reimburse its clearing brokers without limit for any losses that the clearing brokers may incur from clients introduced by the Company. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the transactions are collateralized by the underlying customer securities, thereby reducing the associated market risk through settlement date. There were no amounts to be indemnified to clearing brokers for customer accounts at December 31, 2018 and based on experience, the Company expects the risk of loss associated with these indemnifications to be remote.

6. Income Taxes

The Company is included in the consolidated federal income tax return filed by the Parent and the combined New York State, New York City and various state income tax returns filed by Rabobank Nederland or the Parent.

The tax sharing agreement between the Parent and its subsidiaries is consistent with the Company's method of presenting its federal income tax provision. Similarly, the tax sharing agreement with Rabobank Nederland is also consistent with the Company's method of presenting its New York State and City taxes. Under the tax sharing arrangements, income taxes are paid by the Parent and by Rabobank Nederland on the Company's behalf and, therefore, income taxes payable in the Statement of Financial Condition represents an inter-company payable. As of December 31, 2018, the Company owed the Parent \$978 as part of the tax sharing agreement which is reported in Payable to affiliates, net in the accompanying Statement of Financial Condition.

The Company follows an asset and liability approach to financial accounting and reporting for income taxes. Deferred income tax asset and liabilities are computed for differences between the financial statement and tax basis of assets and liabilities that will result in taxable or deductible amounts in the future based on the enacted tax laws and rates applicable to the periods in which

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

the differences are expected to affect taxable income. Valuation allowances are established, when necessary, to reduce the deferred income tax asset to the amount expected to be realized. As of December 31, 2018, the Company did not separately state its deferred tax amounts as there were no significant temporary differences.

The statute of limitations is open for the tax years 2015 through 2017 for federal and state tax purposes. Rabobank Nederland is under New York State audit for tax years ended December 31, 2015 through December 31, 2016 during which time the Company filed as a member of the combined New York State return.

As of December 31, 2018, the Company accrued \$265 related to uncertain tax positions, which includes \$76 interest and penalties as defined within ASC 740. The Company does not believe that it is reasonably possible that any other significant unrecognized benefits will accrue within the next 12 months.

7. Benefits

The Company's eligible employees may participate in various benefit plans sponsored by an affiliate including a 401(k) plan and a post-retirement healthcare plan. The 401(k) plan includes employee contributions and matching contributions subject to certain limitations.

8. Net Capital and Other Regulatory Requirements

The Company is subject to the net capital requirements of FINRA and the Uniform Net Capital requirements of the SEC under Rule 15c3-1 (the "Rule"). The Company has elected to use the alternative method, as permitted by the Rule, which requires the Company maintain minimum net capital, as defined, equal to the greater of \$250 or 2% of aggregate debit items arising from customer transactions, as defined. FINRA and the SEC requirements also provide that equity capital may not be withdrawn or cash dividends paid if certain minimum net capital requirements are not met.

The Company is exempt from the provisions of Rule 15c3-3 under paragraph (k)(2)(ii) for all domestic transactions cleared through another broker-dealer on a fully-disclosed basis, and under paragraph (k)(2)(i) for all foreign transactions cleared on a delivery versus payment/receipt versus payment basis.

At December 31, 2018, the Company had net capital of approximately \$126,574, which exceeded its minimum requirement by \$126,324.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

9. Financial Instruments

In accordance with ASC 820, *Fair Value Measurements and Disclosures* ("ASC 820"), fair value is defined as the price the Company would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. ASC 820 also establishes a framework for measuring fair value, and a three level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions the market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. Each investment is assigned a level based upon the observability of the inputs which are significant to the overall valuation.

Fair Value Hierarchy

The three-levels of the fair value of hierarchy are described below:

- Level 1:* Valuation is based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2:* Valuation is based on observable market-based inputs, other than quoted prices in active markets for identical assets or liabilities, quoted prices in markets that are not active, or models using inputs that are observable or can be corroborated by observable market data or substantially the full term of the assets or liabilities;
- Level 3:* Valuation techniques utilize inputs that are unobservable and significant to the fair value measurement.

This hierarchy requires the Company to use observable market data, when available, and to minimize the use of unobservable inputs when determining fair value.

The following is a summary of the financial assets and liabilities measured at fair value on a recurring basis as of December 31, 2018.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

	Level 1	Level 2	Level 3	Total
Assets				
Cash equivalents	\$ 17,648	\$ -	\$ -	\$ 17,648
U.S. government securities	111,619	-	-	111,619
Total	\$ 129,267	\$ -	\$ -	\$ 129,267

The fair value of the cash equivalent which are money market funds, and the U.S. Government securities are based on quoted prices in active markets.

There are no financial assets or liabilities recorded at fair value on a nonrecurring basis.

10. Related Party Transactions

The Company receives services pursuant to a service level agreement with Rabobank New York Branch, dated November 18, 2009, as amended most recently on January 22, 2019. The Company is charged a percentage of compensation, occupancy, administrative costs and other costs allocated from Rabobank New York Branch based on the portion attributable to the Company. The agreement to reflect the Company's cost allocation is updated annually.

Payments related to the service level agreement are settled quarterly. As of December 31, 2018, amounts owed to Rabobank New York Branch relating to the service level agreement and other expenses paid on behalf of the Company are \$1,147 and are included in Payable to affiliates, net in the Statement of Financial Condition.

In connection with the U.S. fixed income securities business, commissions receivable from Rabobank Nederland from such transactions were \$183 at December 31, 2018 and are included in Payables to affiliates, net in the Statement of Financial Condition. The Company had a fail-to-deliver trade and a fail-to-receive trade executed and to be settled by Rabobank Nederland at December 31, 2018 that were approximately \$23 and \$342, respectively

As a member of the CME, the Company clears IRS trades on behalf of Rabobank Nederland. Support services performed by the Company under a service level agreement are immaterial. At December 31, 2018, the \$15,000 on deposit with the CME was due to Rabobank Nederland and included in Payable to affiliates, net, in the Statement of Financial Condition.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

The Company acts as a placement agent of commercial paper issued by Rabobank New York Branch administered commercial paper programs.

Certain underwriting and advisory services are performed jointly with various affiliates of Rabobank Nederland and a portion of the fees received may be paid to or received from affiliates.

RSI is provided with an uncommitted revolving finance facility (the "Facility") by Rabobank Nederland of up to \$500,000. This facility is available to provide liquidity to support the Company's funding needs for business activities. Should this facility be drawn upon, interest would accrue at the current funds transfer price rate set by Rabobank Nederland at the time of the drawdown. At December 31, 2018 and during the year then ended, there were no outstanding borrowings under the Facility.

On January 13, 2018, RSI entered into a Revolving Note and Cash Subordinated Agreement (the "Subordinated Revolver") with Rabobank Nederland that provides a committed revolving line that enables RSI to borrow up to \$100,000 (the "Credit Line"). The draw period of this agreement is effective through January 13, 2019 (the "Draw Period").

RSI is obligated to repay the aggregate amount outstanding at the end of the Draw Period on or before January 13, 2020 (the "Scheduled Maturity Date"). The Subordinated Revolver was approved by FINRA and borrowings are available in computing net capital under the SEC's Uniform Net Capital Rule. To the extent that such borrowings are required for the Company's continued compliance with the minimum net capital requirements, they may not be repaid. The Company utilized this Credit Line one time during the year ended December 31, 2018 as follows:

Date of Drawdown	Date Funds Returned	Principal	Interest Rate
14-May-18	21-May-18	\$ 50,000	2.125%

11. Contingencies

The Company establishes reserves for litigation related matters that arise from the ordinary course of our business activities when it is probable that a loss associated with a claim or proceeding has been incurred and the amount of the loss can be reasonably estimated. Litigation claims and proceedings of all types are subject to many uncertain factors that generally cannot be predicted with assurance. The Company is subject to a pending legal action relating to the conduct of our normal business activities. In the opinion of management, the ultimate aggregate liability, if any, arising from such pending legal action will not be material to our financial position or our results of operations.

Rabo Securities USA, Inc.
Notes to Statement of Financial Condition
December 31, 2018
(In Thousands)

12. Subsequent Events

On January 10, 2019, \$20,000 was drawn down on the Subordinated Revolver to provide temporary net capital to support the underwriting commitments of the Company. The draw was subsequently repaid in full on January 17, 2019.

In January 2019, RSI entered into a new Revolving Note and Cash Subordinated Agreement (the "New Revolver") with Rabobank Nederland which became effective January 13, 2019 that enables RSI to borrow up to \$100,000. The draw period of this agreement is effective through July 13, 2020 (the "New Draw Period"). RSI is obligated to repay the aggregate amount outstanding at the end of the New Draw Period on or before July 13, 2021. Should this facility be drawn upon, interest would accrue at U.S. dollar London Inter-bank Offered Rate ("LIBOR") plus 5-year U.S. dollar Tier-2 spread as stated in the agreement. The New Revolver was approved by FINRA on January 10, 2019.

The Company has evaluated subsequent events through February 27, 2019, the date these financial statements were available to be issued. Other than the foregoing, no subsequent events were identified that would require disclosure in or adjustment to these financial statements.