

MAR 02 2021

Washington DC
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**FORM X-17A-5
PART III**

SEC FILE NUMBER
8-68730

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 01/01/20 AND ENDING 12/31/20
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: DFPG Investments, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
9017 S. Riverside Drive, Ste. 210

Sandy Utah 84070
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
David Laga (801) 838-9999
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

WSRP, LLC

155 North 400 West, Suite 400 Salt Lake City Utah 84103
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

FOR OFFICIAL USE ONLY

*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

OATH OR AFFIRMATION

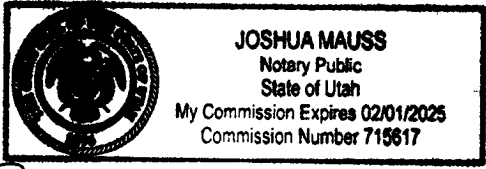
I, David R. Laga, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of DFIG Investments, LLC, as of December 31, 2020, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Handwritten signature of Joshua Mauss

Signature

Chief Financial Officer

Title



Handwritten signature of Joshua Mauss, Notary Public

This report ** contains (check all applicable boxes):

- (a) Facing Page.
(b) Statement of Financial Condition.
(c) Statement of Income (Loss) or, if there is other comprehensive income in the period(s) presented, a Statement of Comprehensive Income (as defined in §210.1-02 of Regulation S-X).
(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).

SEC
Mail Processing
Section

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DFPG INVESTMENTS, LLC

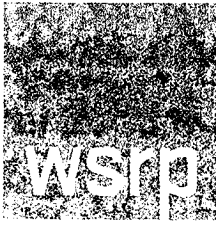
SEC ANNUAL AUDITED REPORT FORM X-17A-5
PART III, FACING PAGE AND OATH OR AFFIRMATION
AND
REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM
AND
FINANCIAL STATEMENTS

December 31, 2020

DFPG INVESTMENTS, LLC

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CERTIFIED PUBLIC
ACCOUNTANTS AND
BUSINESS ADVISORS

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Members of
DFPG Investments, LLC
Sandy, Utah

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of DFPG Investments, LLC (the "Broker-Dealer") as of December 31, 2020, the related statements of operations, changes in members' 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 the Broker-Dealer at December 31, 2020, 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 the Broker-Dealer's management. Our responsibility is to express an opinion on the Broker-Dealer'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 the Broker-Dealer 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 provide a reasonable basis for our opinion.

Supplemental Information

The Computation and Reconciliation of Net Capital Under SEC Rule 15c3-1 (the "supplemental information") has been subjected to audit procedures performed in conjunction with the audit of the Broker-Dealer's financial statements. The supplemental information is the responsibility of the

Broker-Dealer'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 Securities Exchange Act of 1934 Rule 17a-5. In our opinion, the Computation and Reconciliation of Net Capital Under SEC Rule 15c3-1 is fairly stated, in all material respects, in relation to the financial statements as a whole.

WSRP, LLC

WSRP, LLC

We have served as the Broker-Dealer's auditor since 2015.

Salt Lake City, Utah
February 26, 2021



DFPG INVESTMENTS, LLC
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2020

ASSETS	<u>2020</u>
Current Assets	
Cash and Cash Equivalents	\$1,727,126
Commissions Receivable	500,668
Prepaid Expenses	260,302
Total Current Assets	<u>2,488,096</u>
 Other Assets	
Promissory Notes Receivable	240,891
Operating Lease – ROU Asset	83,817
Clearing Deposit	100,000
Office Equipment, net	30,238
Total Other Assets	<u>454,946</u>
Total Assets	<u>\$2,943,042</u>

LIABILITIES AND MEMBERS' EQUITY

Current Liabilities	
Accounts Payable	\$31,349
Commissions Payable	360,233
Accrued Payroll and Other Liabilities	541,877
Operating Lease Liability	89,018
Total Current Liabilities	<u>1,022,477</u>
 Total Liabilities	 <u>1,022,477</u>
 Members' Equity	 <u>1,920,565</u>
1,000 membership units authorized, issued, and outstanding as of December 31, 2020	
Total Liabilities and Stockholders' Equity	<u>\$2,943,042</u>

The accompanying notes are an integral part of these financial statements

DFPG INVESTMENTS, LLC
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020
Revenues	
Commissions	\$17,475,102
Management Fees	5,720,030
Affiliation Fees	571,194
Other	509,661
Total Revenues	24,275,987
Expenses	
Commissions	19,008,762
Compensation and Related Benefits	2,257,280
Office Overhead and Operating	712,672
Professional Fees	377,997
Licensing and Registration	110,421
Operating Lease and Rent Expense	91,986
Depreciation	14,010
Other	341,369
Total Expenses	22,914,497
Net Income	\$1,361,490

The accompanying notes are an integral part of these financial statements

DFPG INVESTMENTS, LLC
STATEMENT OF MEMBERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2020

	LLC Units		Members' Equity	Total
	Units	Amount		
Balance on December 31, 2019	1000	\$1,000	\$1,508,075	\$1,509,075
Member Distributions	-	-	(\$950,000)	(\$950,000)
Net Income	-	-	\$1,361,490	\$1,361,490
Balance on December 31, 2020	<u>1,000</u>	<u>\$1,000</u>	<u>\$1,919,565</u>	<u>\$1,920,565</u>

The accompanying notes are an integral part of these financial statements

DFPG INVESTMENTS, LLC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020
Cash Flows from Operating Activities	
Net income	\$1,361,490
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	14,010
Forgiveness of promissory notes	157,091
Forgiveness of Paycheck Protection Program ("PPP") loan	(296,600)
Non-cash lease expense	78,730
Changes in operating assets and liabilities:	
Accounts receivable	67,110
Commissions receivable	(79,842)
Prepaid expenses	72,386
Accounts payable	7,664
Commissions payable	5,425
Operating lease liability	(81,255)
Accrued payroll and other liabilities	2,636
Net Cash from Operating Activities	1,308,845
Cash Flows from Investing Activities	
Issuance of new promissory notes	(51,800)
Certificate of deposit interest earned	618
Maturity of certificate of deposit	110,533
Teamwork retail	4,415
Purchases of fixed assets	(2,697)
Net Cash from Investing Activities	61,069
Cash Flows from Financing Activities	
Members' Distributions	(950,000)
Cash Received from PPP loan	296,600
Net Cash used in Financing Activities	(653,400)
Net Change in Cash and Cash Equivalents	716,514
Cash and Cash Equivalents at Beginning of Year	1,010,612
Cash and Cash Equivalents at End of Year	\$1,727,126

The accompanying notes are an integral part of these financial statements

DFPG INVESTMENTS, LLC
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

Note 1 – Organization and Description of Business

General

DFPG INVESTMENTS, LLC (“Company”) was incorporated in the state of Utah on October 13, 2010 for the purpose of providing brokerage services and is registered to engage in the securities business as a broker-dealer in all 50 states and Washington, D.C. under the Securities Exchange Act of 1933, as amended. The Company is a member of the Financial Industry Regulatory Authority, Inc. (“FINRA”), the Securities Investor Protection Corporation (“SIPC”), and is registered with the United States Securities & Exchange Commission (“SEC”).

The Company is primarily engaged in the business of securities investments with the general public. The Company predominantly conducts transactions in mutual funds, variable annuities, BDCs, private placements, REITs, DPPs, and municipal fund securities. The Company has branch office locations in Alabama, California, Colorado, Idaho, Illinois, Maryland, Missouri, Nevada, New York, Oklahoma, Oregon, Pennsylvania, South Carolina, Texas, Utah, and Virginia.

On April 2, 2019 the Company converted from a Utah S-Corporation to a Utah limited liability company. In connection with this change, there was also a change in the structure of the ownership. DFPG Investments, LLC is now 100% owned by Falcon Park Capital, LLC. Falcon Park Capital, LLC is owned by Anjanahary Capital, LLC (31.67%); Atitlan Capital, LLC (31.67%); Springwood Capital, LLC (31.67%); and Multnomah Capital, LLC (5%).

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation and Use of Estimates

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America. In preparing the financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Management believes that the estimates utilized in preparing its financial statements are reasonable and prudent. Actual results could differ from those estimates.

Recognition of Revenues and Expenses

The Company’s accounting policy has been updated to align with the new standard to recognize revenue when the following criteria are met: 1) Contract with the customer has been identified; 2) Performance obligations in the contract have been identified; 3) Transaction price has been determined; 4) Transaction price has been allocated to the performance obligations; and 5) Revenue is recognized when (or as) performance obligations are satisfied. Revenues and expenses from securities transactions are generally recorded on the trade date, which is the date the transaction is executed. Certain expenses are recognized on an accrual basis pursuant to requirements set forth in SEC Rule 15c3-1.

Mutual Funds – A front-end commission for a mutual fund transaction is recorded in full by the Company at the time of the trade date. With respect to 12b-1 fees and deferred sales charges, the Company generally shall defer its incremental direct costs associated with the selling of the fund shares (such as sales representatives' commissions) and shall amortize these costs over the period in which the fees from the fund or fund shareholders are received. Indirect costs associated with selling the fund shares shall be expensed as incurred.

Annuities – Commissions for annuity transactions may be, upon the selection of the sales representative, received in a single lump sum or through a series of trailing commissions paid monthly over a period of time selected by the sales representative. Lump sum commissions are recorded in full by the Company as paid by the annuity company. Trailing commissions are recorded by the Company as received on a monthly basis from the annuity company.

Alternative Investments – Commissions for transactions in alternative investments are recorded by the Company at the time the investment is recorded by the investment company. Except for secondary market transactions, marketing allowance fees are paid to, and are recorded by, the Company either concurrently with the commission for the transaction, or on a quarterly basis commensurate with the total of investments placed by the sales representative during the previous quarter—one of the preceding methods being selected at the discretion of the investment company.

RIA Management Fees – Fees for managing accounts are recorded once the contract obligations have been met. The fees charged to the client are based on the client's AUM, the number of days in the quarter, and the advisory fee that is agreed upon between the Advisor and the client. This fee is disclosed on the IMA (Investment Management Agreement).

Cash and Cash Equivalents

For purposes of the statement of changes in financial position, the Company considers all highly liquid financial instruments purchased with a maturity of three months or less to be cash equivalents. On December 31, 2020, cash and cash equivalents of \$2,930,246 were held at one financial institution. The Company is also exposed to concentrations of credit risk related to cash deposits. The Company maintains cash at a financial institution where the total cash balance is insured by the Federal Deposit Insurance Corporation ("FDIC") up to its limit. At any given time, the Company's cash balance may exceed the balance insured by the FDIC. As of December 31, 2020, the Company had cash of \$2,680,246 in excess of FDIC limits.

Management monitors such credit risk at the financial institution and have not experienced any losses related to such risks to date.

Accounts Receivable

Accounts receivable are amounts due for expenses paid by the Company on behalf of other parties. The Company regularly reviews its accounts receivable balances and makes provisions for potentially uncollectible balances. At December 31, 2020, management did not believe any provision against accounts receivable was necessary, due to the recent aging status of all receivables.

RBC Capital Markets, LLC

The Company introduces certain client brokerage transactions to the clearing firm of RBC Capital Markets, LLC (“RBC”) on a fully disclosed basis. RBC acts as qualified custodian for such clients and holds client’s funds and securities. As a result, the Company has entered into a clearing arrangement with RBC and has established a \$100,000 clearing deposit with RBC. Such deposit is refundable to the Company on termination of the clearing agreement. In August 2020, the Company renewed the clearing agreement with RBC which is now set to expire on August 23, 2025. The Company received an incentive credit in the amount of \$200,000 in connection with the renewal, which will be recognized as income over the renewal period. The clearing agreement may be cancelled without cause by providing 90-day prior written notice.

Office Equipment

Office equipment is carried at cost. Maintenance, repairs, and minor renewals are expensed as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the equipment, which range between three and seven years. Depreciation expense for the year ended December 31, 2020 was \$14,010.

Leases

Operating leases are primarily for office space and are included in operating lease right-of-use (“ROU”) assets, operating lease expense, and operating lease liabilities. ROU assets represent our right to use an underlying asset for the lease term and the lease liabilities represents our obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at commencement date in determining the present value of lease payments. Lease expense for lease payments is recognized on a straight-line basis over the term of the lease.

Operating leases with a term of one year or less, we have elected to not recognize a lease liability or Operating ROU asset on our statement of financial condition. Instead, we recognize the lease payments as expense on a straight-line basis over the lease term. Short-term lease costs are immaterial to our statements of operations and cash flows.

The Company’s operating lease costs for its office space was \$86,736 for the year ended December 31, 2020.

Rent Expense

The Company’s rent expense for its office space under month-to-month agreements was \$5,250 for the year ended December 31, 2020. This was for a sublease office space that was under month-to-month agreement and was terminated on April 1, 2020.

Income Taxes

The Company, with the consent of its members, has elected under the Internal Revenue Code to be a limited liability company. In lieu of corporate income taxes, the members of an LLC are taxed on their proportionate share of the Company’s taxable income. Therefore, no provision or liability for federal income taxes has been included in the financial statements.

The Company follows the provisions of the Accounting for Uncertainty in Income Taxes section of the Income Taxes Topic of the FASB Accounting Standards Codification. For 2020, management has determined that there are no material uncertain income tax positions. The Company is subject to federal, state and local income tax examinations by tax authorities for years 2017 and forward.

Financial Instruments

Financial instruments include accounts receivable, prepaid expenses, other assets, accrued liabilities and accounts payable. Management estimates that the carrying amount of these financial instruments represents their fair values, which was determined by their near-term nature or by comparable financial instruments' market value.

Advertising Expenses

The Company's advertising policy is consistent with rules provided by FINRA and expenses these costs as they are incurred. Management reviews and approves most advertising internally. For the year ended December 31, 2020, the amount expensed for advertising was \$30.

Paycheck Protection Program Loan

On April 10, 2020, the Company was granted a loan from Cache Valley Bank in the aggregate amount of \$296,600, pursuant to the Paycheck Protection Program (the "PPP Loan") of the CARES Act. The PPP Loan had a two-year term maturing on April 10, 2022 with an annual interest rate of 1.0%. The PPP Loan was non-recourse and forgivable to the extent that the proceeds from the PPP Loan were used for an authorized purpose. On November 27, 2020, the Company was notified by Cache Valley Bank that the SBA had approved complete forgiveness of the PPP Loan. As a result of the forgiveness, the company recognized \$296,600 in other revenues in the accompanying statement of operations.

New and Recent Accounting Pronouncements

In June 2016, the FASB issued ASU 2016-13 that requires financial assets measured at amortized cost, including accounts receivable, to be measured using the current expected credit losses model (CECL). CECL requires current expected credit losses to be measured upon the initial recognition of a financial asset by considering all available relevant information, including information about past events, current conditions, and reasonable and supportable forecasts of future economic conditions. The standard was adopted by the Company in the first quarter of 2020 and did not have a significant impact on its financial statements.

The Company has evaluated all other new and recent accounting pronouncements that have been issued or proposed by the FASB or other standards-setting bodies. These pronouncements either do not require adoption until a future date or are not expected to have a material impact on the Company's financial statements upon adoption.

Note 3 – Notes Receivable

In 2020 the Company issued two new notes receivables totaling \$51,800 and forgave \$157,091 in notes receivables bringing the total notes receivable balance to \$240,891 as of December 31, 2020. These notes carry a 5% interest rate each with maturity dates ranging from 2021 to 2025. All or part of the notes may be forgiven over their respective terms.

Note 4 – Related Party Transactions

During 2020, the Company effected securities transactions at several of its branch office locations. One such branch office was Diversify, Inc. located in Sandy, Utah. The owners of this branch office location also hold an ownership position in the Company.

Related Parties

Diversify, Inc. (Diversify) is a branch office of the Company. Diversify was started by certain of the owners of the Company in order to continue their practice as Registered Representatives, along with the growth, marketing, and branding operations normally associated with a branch office, distinct from a Broker Dealer. The relationship between the entities is such that certain operating expenses and services are shared; and reimbursement is paid from the Company to Diversify for participation in a 401K plan and the Health Savings Account. These transactions were consummated on terms equivalent to those that prevail in arms-length transactions. During 2020 the Company reimbursed Diversify for the following expenses: \$13,008 for health savings account contributions and \$189,348 for 401K contribution and matching. On January 26, 2021, the Company and Diversify entered into a formal expense sharing agreement.

Diversify Insurance, Inc. (DII) is the entity under which insurance transactions occur for certain clients of the Registered Representatives who are also members of Diversify, a branch office of the Company. DII was created to maintain clarity and separation among the differing types of client transactions and was started by the owners of Diversify and the Company. There are no shared expenses or reimbursement agreements between the Company and DII.

Riverside 90, LLC (Riverside) owns and operates an office building which leases space to Diversify and the Company as well as other unrelated tenants. Riverside is owned by two of the managing partners of the Company. During 2020, the Company paid Riverside operating lease payments totaling \$89,261.

Note 5 – Lease Commitments

The Company entered into an operating lease agreement for office space with Riverside 90, LLC, a related party (see Note 4), which operating lease expires December 31, 2021. Operating lease expense was \$86,736 for the year ended December 31, 2020.

Supplemental statement of financial condition information related to leases were as follows:

	<u>December 31, 2020</u>
Operating lease right-of-use asset(s)	\$ 83,817
Current lease liabilities	\$ 89,018
Weighted-average remaining lease term	1.0 year
Weighted-average discount rate	6.0%

Maturities of leases liabilities are as follows:

	<u>Operating Leases</u>
<u>Year ending December 31,</u>	
2021	<u>91,938</u>
Total Lease Payments	91,938
Less: Imputed Interest	<u>(2,920)</u>
Total Lease Payments	<u>\$ 89,018</u>

Additionally, DFPG entered into a sublease agreement on June 5, 2018 for a small portion of commercial office space located in Rancho Santa Fe, California. The term of the sublease was month-to-month, and cancellable at any time, without penalty, by providing 30-day prior notice. The sublease was terminated effective April 1, 2020.

Note 6 – Concentrations of Risk

The Company is engaged in the business of providing broker and investment management services. Substantially all income is derived from commissions earned on sales of investment securities and investment management fees. Commission income can vary due to fluctuations in the volume of transactions, the dollar value of transactions, and the frequency of transactions, all of which are generally beyond the control of the Company. Investment management fees are based upon the total amount of assets under management and the agreed upon annual management fee rate per account. The Company’s revenues are impacted by global, national, regional and local economic forces and trends. Additionally, the Company is dependent on the sales efforts of its brokers, which are independent contractors and not employees of the Company. Changes in sales activities by brokers could impact the Company. Investing activities by a customer or group of customers could also affect the Company as well as changes in the types of investment products purchased by customers and investment companies that pay commission income.

The following represents product streams as a percentage of Commissions and Management Fees for the year ended December 31, 2020:

	<u>2020</u>
Revenue from the sale of Private Placements / DPPs	41.8%
Revenue from the sale of Annuities	21.0%
Revenue from RIA management fees	24.7%
Revenue from the sale of investment company shares	9.0%
Revenue from the sale of public, non-traded REITs and BDCs	3.1%
Other	0.4%

Note 7 – Net Capital Requirements

The Company is subject to the SEC Uniform Net Capital Rule (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 (and the rule of the "applicable" exchange also provides that equity capital may not be withdrawn, or cash dividends paid if the resulting net capital ratio would exceed 10 to 1).

At December 31, 2020, the Company had net capital of \$1,177,925 which was \$1,115,694 in excess of its required net capital of \$62,231. The Company’s ratio of aggregate indebtedness to net capital 0.79 to 1.

Note 8 – Outstanding Shares and Ownership Positions

The Company has 1,000 membership units issued, authorized, and outstanding as of December 31, 2020 with a par value of \$1.00 per share. The membership units are the sole class of equity ownership of the Company. The Company’s outstanding units are 100% owned by Falcon Park Capital, LLC.

Note 9 – Subsequent Events

The Company evaluated all events or transactions that occurred after December 31, 2020 through February 26, 2021, the date these financial statements were available to be issued. During this period, the Company reports the following subsequent event.

Paycheck Protection Program – Second Draw Loan

On February 4, 2021, the Company received funding for a second draw loan from Cache Valley Bank in the aggregate amount of \$301,630, pursuant to the Paycheck Protection Program (the “2nd PPP Loan”) of the CARES Act. The 2nd PPP Loan has a five-year term maturing on January 21, 2026 with an annual interest rate of 1.0%. The PPP Loan is non-recourse and forgivable to the extent that the proceeds from the PPP Loan are used for an authorized purpose. The Company fully anticipates that the proceeds from the 2nd PPP Loan will be used for qualifying expenses and ultimately forgiven.

**DFPG INVESTMENTS, LLC
COMPUTATION AND RECONCILIATION OF NET CAPITAL
DECEMBER 31, 2020**

	2020
Net Capital	
Total members' equity	\$1,920,565
Deduct non-allowable assets:	
Non-allowed receivables	(203,607)
Office equipment net of accumulated depreciation	(30,237)
Haircuts and Deductions	(3,139)
Other non-allowable assets	(505,658)
Total members' equity qualified for Net Capital	\$1,177,924
 Aggregate Indebtedness	
Payables and accruals	\$933,459
Total Aggregate Indebtedness	\$933,459
 Computation of Basic Net Capital Requirements	
6 2/3% of aggregate indebtedness	\$62,231
Minimum net capital	\$5,000
Greater of the two amounts	\$62,231
Capital in excess of required minimum	\$1,115,693
 Ratio of aggregate indebtedness to net capital	0.79

Reconciliation with Company's computation included in Part II of Form X-17a-5:

A reconciliation of the Company's computation of net capital as reported was not prepared as there are no material differences between the Company's computation of net capital included in its unaudited Form X-17A-5 Part II and the computation contained herein.



CERTIFIED PUBLIC
ACCOUNTANTS AND
BUSINESS ADVISORS

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Members of
DFPG Investments, LLC
Sandy, Utah

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) DFPG Investments, LLC identified the following provision of the Securities Exchange Act of 1934 ("SEA") Rule 15c3-3(k) under which DFPG Investments, LLC claimed an exemption from Rule 15c3-3 (k)(2)(ii) (the "exemption provision") and (2) DFPG Investments, LLC stated that DFPG Investments, LLC met the identified exemption provision throughout the most recent fiscal year without exception. DFPG Investments, LLC's management is responsible for compliance with the exemption provision 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 the DFPG Investments, LLC'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.

WSRP, LLC

WSRP, LLC

Salt Lake City, Utah
February 26, 2021



CERTIFIED PUBLIC
ACCOUNTANTS AND
BUSINESS ADVISORS

INDEPENDENT ACCOUNTANT'S REPORT

Board of Directors and Members of
DFPG Investments, LLC
Sandy, Utah

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and with the SIPC Series 600 Rules, we have performed the procedures enumerated below, which were agreed to by DFPG Investments, LLC (the "Company") and the Securities Investor Protection Corporation ("SIPC") with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of the Company for the year ended December 31, 2020, solely to assist you and the SIPC in assessing the Company's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). Management is responsible for the Company's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States) and the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified parties in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

1. We compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries.

We found no differences as a result of the procedures.

2. We compared the Total Revenue amounts reported on the Annual Audited Report Form X-17A-5 Part III for the year ended December 31, 2020, with the Total Revenue amounts reported in Form SIPC-7 for the year ended December 31, 2020.

We found no differences as a result of the procedures.

3. We compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers.

We found no differences as a result of the procedures.

4. We recalculated the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments.

We found no differences as a result of the procedures.

5. We compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed.

We found no differences as a result of the procedures.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on the Company's compliance with the applicable instructions of the Form SIPC-7. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to and should not be used by anyone other than these specified parties.

WSRP, LLC

WSRP, LLC

Salt Lake City, Utah
February 26, 2021



**DFPG INVESTMENTS, LLC
EXEMPTION REPORT**

DFPG Investments, LLC (the “Company”) is a registered broker-dealer subject to Rule 17a-5 promulgated by the United States Securities and Exchange Commission (17 C.F.R. §240.17a-5, “Reports to be made by certain brokers and dealers”). This Exemption Report was prepared as required by 17 C.F.R. § 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 17 C.F.R. § 240.15c3-3 under the following provisions of C.F.R. § 240.15c3-3(k)(2)(ii) stating that the Company cleared all customer transactions through another broker dealer on a fully disclosed basis. It should be noted that DFPG Investments, LLC performs certain transactions direct-way with the issuer, which do not require clearing through another broker-dealer.

- (2) The Company met the exemption provision 17 C.F.R. § 240.15c3-3 (k)(2)(ii) throughout the fiscal year ending December 31, 2020.

I, Dave R. Laga, CFO, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By: _____

David R. Laga

Title: Chief Financial Officer

February 26, 2021