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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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PART III

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FACING PAGE

Information Required Pursuant to Rules 17a-5, 17a-12, and 18a-7 under the Securities Exchange Act of 1934

FILING FOR THE PERIOD BEGINNING 01/01/2022 AND ENDING 12/31/2022
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF FIRM: Kalorama Capital, LLC

TYPE OF REGISTRANT (check all applicable boxes):

- Broker-dealer Security-based swap dealer Major security-based swap participant
 Check here if respondent is also an OTC derivatives dealer

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use a P.O. box no.)

1718 22nd ST NW

(No. and Street)

Washington

DC

20008

(City)

(State)

(Zip Code)

PERSON TO CONTACT WITH REGARD TO THIS FILING

Elizabeth Avery

202-387-5920

eavery@kaloramacapital.com

(Name)

(Area Code – Telephone Number)

(Email Address)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose reports are contained in this filing*

Mercurius & Associates LLP (formerly known as AJSH & Co LLP)

(Name – if individual, state last, first, and middle name)

(Address)

(City)

(State)

(Zip Code)

A-94/8 Wazipur Industrial Area, Main Ring Road, Delhi 11002 India PCAOB- 02/10/2009 #3223

(Date of Registration with PCAOB)(if applicable)

(PCAOB Registration Number, if applicable)

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* Claims for exemption from the requirement that the annual reports be covered by the reports of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis of the exemption. See 17 CFR 240.17a-5(e)(1)(ii), if applicable.

Persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, Elizabeth Smith Avery, swear (or affirm) that, to the best of my knowledge and belief, the financial report pertaining to the firm of Kalorama Capital, LLC, as of 12/31, 2022, is true and correct. I further swear (or affirm) that neither the company nor any partner, officer, director, or equivalent person, as the case may be, has any proprietary interest in any account classified solely as that of a customer.

District of Columbia
Signed and sworn to (or affirmed) before me on 02-24-23 by Elizabeth Smith Avery Signature: Elizabeth Smith Avery
Signature of notary officer
Notary Public Title: Founder/Managing Director
My commission expires: 03-31-2026

[Signature]
Notary Public



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

- (a) Statement of financial condition.
(b) Notes to consolidated 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 cash flows.
(e) Statement of changes in stockholders' or partners' or sole proprietor's equity.
(f) Statement of changes in liabilities subordinated to claims of creditors.
(g) Notes to consolidated financial statements.
(h) Computation of net capital under 17 CFR 240.15c3-1 or 17 CFR 240.18a-1, as applicable.
(i) Computation of tangible net worth under 17 CFR 240.18a-2.
(j) Computation for determination of customer reserve requirements pursuant to Exhibit A to 17 CFR 240.15c3-3.
(k) Computation for determination of security-based swap reserve requirements pursuant to Exhibit B to 17 CFR 240.15c3-3 or Exhibit A to 17 CFR 240.18a-4, as applicable.
(l) Computation for Determination of PAB Requirements under Exhibit A to § 240.15c3-3.
(m) Information relating to possession or control requirements for customers under 17 CFR 240.15c3-3.
(n) Information relating to possession or control requirements for security-based swap customers under 17 CFR 240.15c3-3(p)(2) or 17 CFR 240.18a-4, as applicable.
(o) Reconciliations, including appropriate explanations, of the FOCUS Report with computation of net capital or tangible net worth under 17 CFR 240.15c3-1, 17 CFR 240.18a-1, or 17 CFR 240.18a-2, as applicable, and the reserve requirements under 17 CFR 240.15c3-3 or 17 CFR 240.18a-4, as applicable, if material differences exist, or a statement that no material differences exist.
(p) Summary of financial data for subsidiaries not consolidated in the statement of financial condition.
(q) Oath or affirmation in accordance with 17 CFR 240.17a-5, 17 CFR 240.17a-12, or 17 CFR 240.18a-7, as applicable.
(r) Compliance report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(s) Exemption report in accordance with 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(t) Independent public accountant's report based on an examination of the statement of financial condition.
(u) Independent public accountant's report based on an examination of the financial report or financial statements under 17 CFR 240.17a-5, 17 CFR 240.18a-7, or 17 CFR 240.17a-12, as applicable.
(v) Independent public accountant's report based on an examination of certain statements in the compliance report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(w) Independent public accountant's report based on a review of the exemption report under 17 CFR 240.17a-5 or 17 CFR 240.18a-7, as applicable.
(x) Supplemental reports on applying agreed-upon procedures, in accordance with 17 CFR 240.15c3-1e or 17 CFR 240.17a-12, as applicable.
(y) Report describing any material inadequacies found to exist or found to have existed since the date of the previous audit, or a statement that no material inadequacies exist, under 17 CFR 240.17a-12(k).
(z) Other:

**To request confidential treatment of certain portions of this filing, see 17 CFR 240.17a-5(e)(3) or 17 CFR 240.18a-7(d)(2), as applicable.

Kalorama Capital, LLC

**Report of Independent Registered
Public Accounting Firm and
Financial Statements
December 31, 2022**

Kalorama Capital, LLC

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Report of Independent Registered Public Accounting Firm

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Kalorama Capital, LLC
Statement of Financial Condition
December 31, 2022

Assets

Current Assets

Cash and cash equivalents	\$	35,508
Accrued revenue		<u>11,875</u>
Total current assets		47,383
Equipment, net		<u>811</u>
Total assets	\$	<u><u>48,194</u></u>

Liabilities and member's equity

Current liabilities

Accrued expenses	\$	300
Due to member		<u>3,817</u>
Total current liabilities		4,117
Member's equity		<u>44,077</u>
Total liabilities and member's equity	\$	<u><u>48,194</u></u>

See Notes to Financial Statements.

Kalorama Capital, LLC
Statement of Operations
Year Ended December 31, 2022

Revenue

Consulting income \$ 123,516

Expenses

Commissions 21,600

Dues and subscriptions 978

Management fees 65,651

Regulatory dues and assessments 3,220

Accounting and professional services 10,916

Communications 2,947

Office supplies and expenses 2,957

Depreciation 278

Bank charges 90

Insurance 566

Total expenses 109,203

Net income \$ 14,313

See Notes to Financial Statements.

Kalorama Capital, LLC
Statement of Changes in Member's Equity
Year Ended December 31, 2022

Balance at December 31, 2021	\$	29,764
Net income		<u>14,313</u>
Balance at December 31, 2022	\$	<u><u>44,077</u></u>

See Notes to Financial Statements.

Kalorama Capital, LLC
Statement of Cash Flows
Year Ended December 31, 2022

Cash flows from operating activities

Receipts from customers	\$ 118,516
Payments to vendors and member	<u>(105,108)</u>
Net cash provided by operating activities	<u>13,408</u>

Cash flows from investing activities

Acquisition of equipment	<u>(618)</u>
Cash provided by investing activities	<u>(618)</u>

Net increase in cash 12,790

Cash at beginning of year 22,718

Cash at end of year \$ 35,508

Reconciliation of net loss to net cash provided by operations

Net income \$ 14,313

Adjustments to reconcile net loss to net cash provided by operations:

Depreciation	278
Due to member	3,817
Increase in accrued revenue	<u>(5,000)</u>
Net cash provided by operations	\$ <u><u>13,408</u></u>

Kalorama Capital, LLC
Notes to the Consolidated Financial Statements
December 31, 2022

Note 1 – Nature of Business and Summary of Significant Accounting Policies

Kalorama Capital, LLC (“the Company”) is a broker-dealer registered with the Securities and Exchange Commission and is a member of the Financial Industry Regulatory Authority.

The accounts of the Company are maintained, and the financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States (“US GAAP”). The accounting and reporting policies of the Company conform to general practices within the brokerage industry.

Cash was held in a checking account. For purposes of the statement of cash flows, the Company considers all highly liquid instruments with original maturities of three months or less to be cash equivalents.

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements. Actual results could differ from the estimates made in preparation of the financial statements.

Revenues are recognized when the promised goods or services are delivered to customers, in an amount that is based on the consideration the Company expects to receive in exchange for those goods or services when such amounts are not probable of significant reversal. These policies reflect the adoption of ASC 606 *Revenue from Contracts with Customers*, as of January 1, 2018. The Company adopted *Revenues from Contracts with Customers* using the modified retrospective method, prior period amounts were not restated. The Company did not record any adjustments as a result of adopting this accounting policy.

Equipment consists of computer equipment and is stated at cost less accumulated depreciation. Depreciation is recorded using the straight-line method over the estimated useful life of the asset.

Note 2 – Income Taxes

The Company is organized as a single member Limited Liability Company and is, therefore, considered a disregarded entity for Federal and state income tax purposes. The sole member is taxed on the Company’s taxable income. Accordingly, no provision for Federal income taxes is included in the financial statements.

Kalorama Capital, LLC
Notes to the Consolidated Financial Statements
December 31, 2022

Note 3 – Equipment

As of December 31, 2022, the Company's equipment consisted of a computer that it purchased for \$1,748, net of accumulated depreciation of \$937. The Company is depreciating the computer over five years. During the year ended December 31, 2022, depreciation expense was \$278.

Note 4 – Revenue and Commissions

During the year ended December 31, 2022, total revenue was \$123,516 and was made up of consulting fees of \$91,314, success fees of \$24,000 and reimbursable expenses of \$8,202. Consulting fees are recognized as advice is provided to the client, based on the estimated progress of work and when revenues are not probable of a significant reversal. Success fees are recognized when all contingencies to the amount expected to be received have been satisfied and are not probable of a significant reversal.

Commissions expenses represent agreed upon payments to a consultant related to success fees recognized during the year ended December 31, 2022.

Note 5 – Net Capital Requirements

As a broker-dealer, the Company is subject to the Securities and Exchange Commission 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. As of December 31, 2022, the Company had net capital of \$43,459 which was \$38,459 in excess of its required minimum net capital of \$5,000.

Note 6 – Related Party Transactions

During the year ended December 31, 2022, net payments to the Company's sole member were \$65,651. These were considered management fees for financial reporting purposes.

Note 7 – Subsequent Events

Management has evaluated events through January 17, 2023, the date on which the financial statements were available to be issued.

Kalorama Capital, LLC
Computation of Net Capital Pursuant to SEC Rule 15c3-1
Year Ended December 31, 2022

Member's equity from statement of financial condition:	\$	44,077
Deductions:		
Non-allowable asset: equipment		(618)
Net capital	\$	43,459
Minimum net capital required	\$	5,000
Net capital in excess of minimum requirements	\$	38,459

The following is a reconciliation of the preceding computation of net capital to the Company's corresponding unaudited Part II of Form X-17A-5:

Net capital from the preceding schedule:	\$	43,459
Reclassification of equipment to non-allowable assets		618
Net capital per unaudited Form X-17A-5		44,077



KALORAMA CAPITAL

MEMBER: FINRA AND SIPC

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KALORAMA CAPITAL EXEMPTION REPORT PURSUANT TO SEC RULE 17a-5

Kalorama Capital (the "Firm") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. sec. 240.17a-5, "Reports to be made by certain brokers and dealers") This Exemption Report was prepared as required by 17 C.F.R. sec.240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Firm states the following:

- (1) The Firm does not claim an exemption under paragraph (k) of 17 C.F.R. sec.240.15c3-3;
- (2) The Firm is filing this Exemption Report relying on Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. sec. 240.17a-5 because the Firm limits its business activities exclusively to receiving consulting and referral fees derived from private placements, and the Firm (1) did not directly, or indirectly receive, hold, or otherwise owe funds or securities for or to customers (other than money or other consideration received and promptly transmitted in compliance with paragraph (a) or (b)(2) of Rule 15c2-4 and/or funds received and promptly transmitted for effecting transactions via subscriptions on a subscription way basis

where the funds are payable to the issuer or its agent and not to the Firm);

(2) did not carry accounts of, or for, customers, and (3) did not carry PAB accounts (as defined in Rule 15c3-3) throughout the most recent fiscal year, 2021, without exception.

Kalorama Capital

I, Elizabeth Avery, swear or (affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By: Elizabeth Avery

Elizabeth Avery

Founder/Managing Director

Dated: February 9, 2023



Mercurius & Associates LLP

(formerly known as AJSH & Co LLP)

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Report of Independent Registered Public Accounting Firm

To the Member of Kalorama Capital, LLC

We have reviewed Kalorama Capital, LLC's assertions, included in the accompanying Kalorama Capital, LLC's Exemption Report, in which:

- (1) Company does not claim an exemption under paragraph (k) of 17 C.F.R. §240.15c3-3 and
- (2) Company stated that it is filing the Exemption Report relying on Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. §240.17a-5 because the company limits its business activities consulting and referral fees derived from private placements of securities and the Company 1) did not directly or indirectly receive, hold, or otherwise owe funds or securities for or to customers 2) did not carry accounts of, or for, customers; and 3) did not carry PAB accounts (as defined in Rule 15c3-3 throughout the most recent fiscal year ended December 31, 2022, without exception.

The Company's management is responsible for the assertions and for compliance with the provisions of Footnote 74 of the SEC Release No.34-70073 adopting amendments to 17 C.F.R. §240.17a-5 throughout the year ended December 31, 2022.

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 Company's compliance with the provisions of Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. §240.17a-5. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's assertions. 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 assertions referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in SEC Footnote 74 of the SEC Release No. 34-70073 adopting amendments to 17 C.F.R. § 240.17a-5.

Mercurius & Associates LLP

Mercurius & Associates LLP

(Formerly known as AJSH & Co LLP)

New Delhi, India

February 22, 2023





Mercurius & Associates LLP

(formerly known as AJSH & Co LLP)
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Report of the Independent Registered Public Accounting Firm

To the Members of Kalorama Capital, LLC

Opinion on the Financial Statements

We have audited the accompanying statement of financial condition of Kalorama Capital, LLC (the "Company") as of December 31, 2022 and the related statements of operations, changes in member's equity and cash flows for the year 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 Company as of December 31, 2022, and the results of its operations and its cash flows for the year 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 Company's management. Our responsibility is to express an opinion on the Company'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 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 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.

Auditor's Report on Supplemental Information

The supplementary information contained in Schedule I - Computation of Net Capital pursuant to Uniform Net Capital Rule 15c3-1 of Securities and Exchange Commission and Schedule II - Computation for Determination of Reserve Requirements and Schedule III - Information related to Possession or Control Pursuant to Rule 15c3-3 of the Securities Exchange Act of 1934 has been subjected to audit procedures performed in conjunction with the audit of Company's financial statements. The supplemental information is the responsibility of the Company'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.



2023 Audit Report

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 CFR § 240.17a-5. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Mercurius & Associates LLP

Mercurius & Associates LLP
(Formerly known as AJSH & Co LLP)

We have served as the Kalorama Capital, LLC's Auditor since 2021.

New Delhi, India
February 22, 2023
