

FORM
X-17A-5

FOCUS REPORT
(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)
PART II 11

(Please read instructions before preparing Form)

This report is being filed pursuant to (Check Applicable Block(s)):

- 1) Rule 17a-5(a) 16
- 2) Rule 17a-5(b) 17
- 3) Rule 17a-11 18
- 4) Special request by designated examining authority 19
- 5) Other 26

NAME OF BROKER-DEALER

SEC. FILE NO.

APEX CLEARING CORPORATION 13

8-23522 14

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

FIRM ID NO.

13071 15

ONE DALLAS CENTER, 350 N. ST. PAUL, SUITE 1300 20

FOR PERIOD BEGINNING (MM/DD/YY)

(No. and Street)

01/01/17 24

AND ENDING (MM/DD/YY)

DALLAS 21 TX 22 75201 23

03/31/17 25

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT(Area code) - Telephone No.

RALPH D'AUGE 214-765-1132 30

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NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT

OFFICIAL USE

32

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DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS ? YES 40 NO 41

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT 42

EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the _____ day of _____ 20 _____

Manual Signatures of:

1) _____
Principal Executive Officer or Managing Partner

2) _____
Principal Financial Officer or Partner

3) _____
Principal Operations Officer or Partner

ATTENTION - Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 78:f (a))

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2017-04-25 02:21PM EDT
Status: Accepted

BROKER OR DEALER

APEX CLEARING CORPORATION

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STATEMENT OF FINANCIAL CONDITION

as of (MM/DD/YY) 03/31/17 99

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Consolidated 198

Unconsolidated 199

	<u>ASSETS</u>			
	<u>Allowable</u>		<u>Nonallowable</u>	<u>Total</u>
1. Cash	\$ 19,978,475	200	\$ 19,978,475	750
2. Cash segregated in compliance with federal and other regulations	3,915,663,496	210	3,915,663,496	760
3. Receivable from brokers or dealers and clearing organizations:				
A. Failed to deliver:				
1. Includable in "Formula for Reserve Requirements"	13,066,343	220		
2. Other	12,961,106	230	26,027,449	770
B. Securities borrowed:				
1. Includable in "Formula for Reserve Requirements"	37,342,166	240		
2. Other	81,012,809	250	118,354,975	780
C. Omnibus accounts:				
1. Includable in "Formula for Reserve Requirements"	0	260		
2. Other	0	270	0	790
D. Clearing Organizations:				
1. Includable in "Formula for Reserve Requirements"	387,490	280		
2. Other	17,654,314	290	18,041,804	800
E. Other	2,807,299	300	\$ 2,004,003	550
4. Receivables from customers:				
A. Securities accounts:				
1. Cash and fully secured accounts	735,021,068	310		
2. Partly secured accounts	298,244	320	254,981	560
3. Unsecured Accounts			678,725	570
B. Commodity accounts		330		580
C. Allowance for doubtful accounts	(0)	335	(75,000)	590
5. Receivables from non-customers:				
A. Cash and fully secured accounts	27,678,672	340		
B. Partly secured and unsecured accounts	711,057	350	23,270	600
6. Securities purchased under agreements to resell	50,000,000	360	50,000,000	605
7. Securities and spot commodities owned, at market value:				
A. Banker's acceptances, certificates of deposit and commercial paper	816,027,086	370		
B. U.S. and Canadian government obligations	19,913,230	380		
C. State and municipal government obligations		390		
D. Corporate obligations		400		

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STATEMENT OF FINANCIAL CONDITION

ASSETS (continued)

	<u>Allowable</u>	<u>Nonallowable</u>	<u>Total</u>
E. Stocks and warrants	95 410		
F. Options	0 420		
G. Arbitrage	422		
H. Other securities	0 424		
I. Spot Commodities	430		
J. Total inventory - includes encumbered securities of ... \$ 120			\$ 835,940,411 850
8. Securities owned not readily marketable:			
A. At Cost	\$ 130 440	\$ 5,724,331 610	5,724,331 860
9. Other investments not readily marketable:			
..... \$ 140			
B. At estimated fair value	450	620	870
10. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:			
A. Exempted securities	\$ 150		
B. Other	\$ 160 460	630	880
11. Secured demand notes-market value of collateral:			
A. Exempted securities	\$ 170		
B. Other	\$ 180 470	640	890
12. Memberships in exchanges:			
A. Owned, at market value	\$ 190		
B. Owned at cost		650	
C. Contributed for use of company, at market value		660	900
13. Investment in and receivables from affiliates, subsidiaries and associated partnerships	480	0 670	0 910
14. Property, furniture, equipment, leasehold improvements and rights under lease agreements:			
At cost (net of accumulated depreciation and amortization)	490	1,646,713 680	1,646,713 920
15. Other Assets:			
A. Dividends and interest receivable	1,941,852 500	348,631 690	
B. Free shipments	510	700	
C. Loans and advances	520	710	
D. Miscellaneous	0 530	3,346,563 720	
E. Collateral accepted under SFAS 140	536		
F. SPE Assets	537		5,637,046 930
16. TOTAL ASSETS	\$ 5,752,464,802 540	\$ 13,952,217 740	\$ 5,766,417,019 940

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APEX CLEARING CORPORATION

as of 03/31/17

STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY

<u>Liabilities</u>	<u>A.I.</u> <u>Liabilities</u> *	<u>Non-A.I.</u> <u>Liabilities</u> *	<u>Total</u>
17. Bank loans payable:			
A. Includable in "Formula for Reserve Requirements"	\$ 1030	\$ 1240	\$ 0
B. Other	1040	1250	0
18. Securities sold under repurchase agreements.		1260	0
19. Payable to brokers or dealers and clearing organizations:			
A. Failed to receive:			
1. Includable in "Formula for Reserve Requirements"	1050	1270	29,964,307
2. Other	1060	1280	10,459,345
B. Securities loaned:			
1. Includable in "Formula for Reserve Requirements"	1070		506,919,963
2. Other	1080	1290	112,854,123
C. Omnibus accounts:			
1. Includable in "Formula for Reserve Requirements"	1090		0
2. Other	1095	1300	0
D. Clearing organizations:			
1. Includable in "Formula for Reserve Requirements"	1100		19,474,656
2. Other	1105	1310	173,805
E. Other	1110	1320	22,725,704
20. Payable to customers:			
A. Securities accounts - including free credits of \$ 4,738,248,918	950		4,844,990,601
B. Commodities accounts	1130	1330	0
21. Payable to non customers:			
A. Securities accounts	1140	1340	34,778,797
B. Commodities accounts	1150	1350	0
22. Securities sold not yet purchased at market value - including arbitrage of \$	960		1,111
23. Accounts payable and accrued liabilities and expenses:			
A. Drafts payable	1160		7,906,801
B. Accounts payable	1170		4,302,578
C. Income taxes payable	1180		1,502,839
D. Deferred income taxes		1370	0
E. Accrued expenses and other liabilities ..	1190		16,360,785
F. Other	1200	1380	0
G. Obligation to return securities		1386	0
H. SPE Liabilities		1387	0

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*Brokers or Dealers electing the alternative net capital requirement method need not complete these columns.

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STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY (continued)

	<u>Liabilities</u>	A.I. <u>Liabilities</u> *	Non-A.I. <u>Liabilities</u> *	<u>Total</u>
24. Notes and mortgages payable:				
A. Unsecured	\$	1210		\$ 1690
B. Secured		1211	\$ 1390	1700
25. Liabilities subordinated to claims of general creditors:				
A. Cash borrowings:			1400	39,000,000 1710
1. from outsiders \$	0970			
2. Includes equity subordination(15c3-1(d)) of	\$ 0980			
B. Securities borrowings, at market value:			1410	1720
from outsiders \$	0990			
C. Pursuant to secured demand note collateral agreements:			1420	1730
1. from outsiders \$	1000			
2. Includes equity subordination(15c3-1(d)) of	\$ 1010			
D. Exchange memberships contributed for use of company, at market value			1430	1740
E. Accounts and other borrowings not qualified for net capital purposes		1220	1440	1750
26. TOTAL LIABILITIES	\$	1230	\$ 1450	\$ 5,651,415,415 1760
<u>Ownership Equity</u>				
27. Sole proprietorship				\$ 1770
28. Partnership - limited partners	\$	1020		1780
29. Corporation:				
A. Preferred stock			25,000	1791
B. Common stock			0	1792
C. Additional paid- in capital			102,898,576	1793
D. Retained Earnings			12,078,028	1794
E. Total			115,001,604	1795
F. Less capital stock in treasury			()	1796
30. TOTAL OWNERSHIP EQUITY				\$ 115,001,604 1800
31. TOTAL LIABILITIES AND OWNERSHIP EQUITY				\$ 5,766,417,019 1810

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COMPUTATION OF NET CAPITAL

1. Total ownership equity (from Statement of Financial Condition - Item 1800)	\$	115,001,604	3480
2. Deduct: Ownership equity not allowable for Net Capital			(3490)
3. Total ownership equity qualified for Net Capital		115,001,604	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital		39,000,000	3520
B. Other (deductions) or allowable credits (List)			3525
5. Total capital and allowable subordinated liabilities	\$	154,001,604	3530
6. Deductions and/or charges:			
A. Total non-allowable assets from			
Statement of Financial Condition (Notes B and C)	\$	13,952,217	3540
1. Additional charges for customers' and non-customers' security accounts		3,267,632	3550
2. Additional charges for customers' and non-customers' commodity accounts			3560
B. Aged fail-to-deliver:		190,491	3570
1. number of items	68		3450
C. Aged short security differences-less reserve of	\$	3460	3580
number of items		3470	
D. Secured demand note deficiency			3590
E. Commodity futures contracts and spot commodities - proprietary capital charges			3600
F. Other deductions and/or charges		403,184	3610
G. Deductions for accounts carried under Rule 15c3-1(a)(6), (a)(7) and (c)(2)(x)			3615
H. Total deductions and/or charges		(17,813,524)	3620
7. Other additions and/or allowable credits (List)			3630
8. Net Capital before haircuts on securities positions	\$	136,188,080	3640
9. Haircuts on securities: (computed, where applicable, pursuant to 15c3-1(f)):			
A. Contractual securities commitments	\$		3660
B. Subordinated securities borrowings			3670
C. Trading and investment securities:			
1. Bankers' acceptances, certificates of deposit and commercial paper		9,979,772	3680
2. U.S. and Canadian government obligations		398,265	3690
3. State and municipal government obligations		0	3700
4. Corporate obligations			3710
5. Stocks and warrants		213	3720
6. Options		0	3730
7. Arbitrage			3732
8. Other securities			3734
D. Undue concentration			3650
E. Other (List)			3736 (10,378,250)
10. Net Capital	\$	125,809,830	3750

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COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

Part A

11. Minimal net capital required (6-2/3% of line 19)	\$	3756
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	3758
13. Net capital requirement (greater of line 11 or 12)	\$	3760
14. Excess net capital (line 10 less 13)	\$	3770
15. Net capital less greater of 10% of line 19 or 120% of line 12	\$	3780

COMPUTATION OF AGGREGATE INDEBTEDNESS

16. Total A.I. liabilities from Statement of Financial Condition	\$	3790
17. Add:		
A. Drafts for immediate credit	\$	3800
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$	3810
C. Other unrecorded amounts (List)	\$	3820
18. Deduct: Adjustment based on deposits in Special Reserve Bank Accounts(15c3-1(c)(1)(vii))	\$	3838
19. Total aggregate indebtedness	\$	3840
20. Percentage of aggregate indebtedness to net capital (line 19 divided by line 10)	%	3850
21. Percentage of aggregate indebtedness to net capital after anticipated capital withdrawals (line 19 divided by line 10 less item 4880 page 12)	%	3853

COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT

Part B

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$	20,336,350	3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note(A)	\$	1,500,000	3880
24. Net capital requirement (greater of line 22 or 23)	\$	20,336,350	3760
25. Excess net capital (line 10 less 24)	\$	105,473,480	3910
26. Percentage of Net Capital to Aggregate Debits (line 10 divided by line 18 page 8)	%	12.37	3851
27. Percentage of Net Capital, after anticipated capital withdrawals, to Aggregate Debits item 10 less Item 4880 page 12 divided by line 17 page 8)	%	8.54	3854
28. Net capital in excess of the greater of: 5% of combined aggregate debit items or 120% of minimum net capital requirement	\$	74,968,954	3920

OTHER RATIOS

Part C

29. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	%	25.32	3860
30. Options deductions/Net Capital ratio (1000% test) total deductions exclusive of liquidating equity under Rule 15c3-1(a)(6), (a)(7) and (c)(2)(x) divided by Net Capital	%		3852

NOTES:

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
 2. 6-2/3% of aggregate indebtedness or 2% of aggregate debits if alternate method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand notes covered by subordination agreements not in satisfactory form and the market values of memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.