

PART II CSE

BROKER OR DEALER	N 2									
MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED										100

STATEMENT OF FINANCIAL CONDITION

as of (MM/DD/YY) 06/30/16 99
 SEC FILE NO. 8-07221 98
 Consolidated 198
 Unconsolidated 199

	<u>ASSETS</u>			
	<u>Allowable</u>		<u>Nonallowable</u>	<u>Total</u>
1. Cash	\$ 909,381,979	200		\$ 909,381,979 750
2. Cash segregated in compliance with federal and other regulations	6,598,260,907	210		6,598,260,907 760
3. Receivable from brokers or dealers and clearing organizations:				
A. Failed to deliver:				
1. Includable in "Formula for Reserve Requirements"	448,109,775	220		
2. Other	847,735,550	230		1,295,845,325 770
B. Securities borrowed:				
1. Includable in "Formula for Reserve Requirements"	17,755,895,077	240		
2. Other	56,297,619,713	250		74,053,514,790 780
C. Omnibus accounts:				
1. Includable in "Formula for Reserve Requirements"	0	260		
2. Other	739,811,329	270		739,811,329 790
D. Clearing Organizations:				
1. Includable in "Formula for Reserve Requirements"	0	280		
2. Other	12,877,941,112	290		12,877,941,112 800
E. Other	346,771,600	300	\$ 600,916,635 550	947,688,235 810
4. Receivables from customers:				
A. Securities accounts:				
1. Cash and fully secured accounts	9,956,944,184	310		
2. Partly secured accounts	0	320	11,209,369 560	
3. Unsecured Accounts			101,967,322 570	
B. Commodity accounts	292,700,544	330	204,920 580	
C. Allowance for doubtful accounts	(0)	335	(1,520,290) 590	10,361,506,049 820
5. Receivables from non-customers:				
A. Cash and fully secured accounts	238,723,891	340		
B. Partly secured and unsecured accounts	0	350	0 600	238,723,891 830
6. Securities purchased under agreements to resell	74,646,424,471	360	0 605	74,646,424,471 840
7. Derivative Receivables:	339,601,290	291		339,601,290 801
8. Trade Date Receivable:	3,361,578,988	292		3,361,578,988 802
9. Securities and spot commodities owned, at market value:	60,437,490,104	849		60,437,490,104 850
Includes encumbered securities of				
..... \$	17,770,916,887	120		

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
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2016-07-26 01:14PM EDT
Status: Accepted

BROKER OR DEALER

MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED

as of 06/30/16

STATEMENT OF FINANCIAL CONDITION

ASSETS (continued)

	Allowable	Nonallowable	Total
10. Securities owned not readily marketable:			
A. At Cost \$	0 130	\$ 4,570,208,589 610	\$ 4,570,208,589 860
11. Other investments not readily marketable:			
A. At Cost \$	0 140		
B. At estimated fair value	0 450	54,729,575 620	54,729,575 870
12. Securities borrowed under subordination agree- ments and partners' individual and capital securities accounts, at market value:			
A. Exempted securities \$	0 150		
B. Other \$	0 160	0 630	0 880
13. Secured demand notes- market value of collateral:			
A. Exempted securities \$	0 170		
B. Other \$	0 180	0 640	0 890
14. Memberships in exchanges:			
A. Owned, at market value \$	7,138,520 190		
B. Owned at cost		226,939 650	
C. Contributed for use of company, at market value		0 660	226,939 900
15. Investment in and receivables from affiliates, subsidiaries and associated partnerships	582,538,854 480	3,312,296,858 670	3,894,835,712 910
16. Property, furniture, equipment, leasehold improvements and rights under lease agreements: At cost (net of accumulated depreciation and amortization)	0 490	152,007,175 680	152,007,175 920
17. Other Assets:			
A. Dividends and interest receivable	645,336,840 500	12,159,636 690	
B. Free shipments	0 510	6,223,337 700	
C. Loans and advances	0 520		
D. Miscellaneous	224,176,226 530	7,134,084,857 720	
E. Collateral accepted under SFAS 140	11,174,447,156 536		
F. SPE Assets	1,635,168,672 537		20,831,596,724 930
18. TOTAL ASSETS \$	260,356,658,262 540	\$ 15,954,714,922 740	\$ 276,311,373,184 940

BROKER OR DEALER as of 06/30/16
MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED

STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY

<u>Liabilities</u>	<u>Total</u>
19. Bank loans payable:	
A. Includable in "Formula for Reserve Requirements"	\$ 0 1460
B. Other	0 1470
20. Securities sold under repurchase agreements.	102,738,273,821 1480
21. Payable to brokers or dealers and clearing organizations:	
A. Failed to receive:	
1. Includable in "Formula for Reserve Requirements"	1,176,471,202 1490
2. Other	289,456,347 1500
B. Securities loaned:	
1. Includable in "Formula for Reserve Requirements"	1,790,093,152 1510
2. Other	20,783,151,933 1520
C. Omnibus accounts:	
1. Includable in "Formula for Reserve Requirements"	17,591,133,622 1530
2. Other	22,015,859 1540
D. Clearing organizations:	
1. Includable in "Formula for Reserve Requirements"	0 1550
2. Other	675,416,355 1560
E. Other	1,142,161,239 1570
22. Payable to customers:	
A. Securities accounts - including free credits of \$ 13,496,164,554 950	20,609,007,251 1580
B. Commodities accounts	14,997,181,583 1590
23. Payable to non customers:	
A. Securities accounts	475,390,110 1600
B. Commodities accounts	1,787,433,027 1610
24. Derivative Payables:	112,089,620 1561
25. Trade Date Payable:	24,717,139 1562
26. Securities sold not yet purchased at market value - including arbitrage of \$ 759,510,219 960	31,377,615,042 1620
27. Accounts payable and accrued liabilities and expenses:	
A. Drafts payable	430,538,218 1630
B. Accounts payable	16,910,994,545 1640
C. Income taxes payable	0 1650
D. Deferred income taxes	0 1660
E. Accrued expenses and other liabilities ..	1,348,195,562 1670
F. Other	0 1680
G. Obligation to return securities	11,174,447,156 1686
H. SPE Liabilities	1,635,168,672 1687

BROKER OR DEALER

MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED

as of 06/30/16

STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY (continued)

<u>Liabilities</u>	<u>Total</u>
28. Notes and mortgages payable:	
A. Unsecured	\$ 0 1690
B. Secured	0 1700
29. Liabilities subordinated to claims of general creditors:	
A. Cash borrowings:	12,078,000,000 1710
1. from outsiders \$ 0 970	
2. Includes equity subordination(15c3-1(d)) of \$ 5,858,000,000 980	
B. Securities borrowings, at market value:	0 1720
from outsiders \$ 0 990	
C. Pursuant to secured demand note collateral agreements:	0 1730
1. from outsiders \$ 0 1000	
2. Includes equity subordination(15c3-1(d)) of \$ 0 1010	
D. Exchange memberships contributed for use of company, at market value	0 1740
E. Accounts and other borrowings not qualified for net capital purposes	0 1750
30. TOTAL LIABILITIES	\$ 259,168,951,455 1760
<u>Ownership Equity</u>	
31. Sole proprietorship	\$ 0 1770
32. Partnership - limited partners	\$ 0 1020 0 1780
33. Corporation:	
A. Preferred stock	0 1791
B. Common stock	1,000 1792
C. Additional paid- in capital	10,525,261,009 1793
D. Retained Earnings	6,617,159,720 1794
E. Total	17,142,421,729 1795
F. Less capital stock in treasury	(0) 1796
34. TOTAL OWNERSHIP EQUITY	\$ 17,142,421,729 1800
35. TOTAL LIABILITIES AND OWNERSHIP EQUITY	\$ 276,311,373,184 1810

OMIT PENNIES

BROKER OR DEALER

MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED

as of 06/30/16

COMPUTATION OF NET CAPITAL

1. Total ownership equity (from Statement of Financial Condition - Item 1800)	\$	17,142,421,729	3480
2. Deduct: Ownership equity not allowable for Net Capital	(0	3490
3. Total ownership equity qualified for Net Capital		17,142,421,729	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital		12,078,000,000	3520
B. Other (deductions) or allowable credits (List)		0	3525
5. Total capital and allowable subordinated liabilities	\$	29,220,421,729	3530
6. Deductions and/or charges:			
A. Total non-allowable assets from			
Statement of Financial Condition (Notes B and C)	\$	15,954,714,922	3540
1. Additional charges for customers' and non-customers' security accounts		30,544,673	3550
2. Additional charges for customers' and non-customers' commodity accounts		0	3560
B. Aged fail-to-deliver:		36,818,933	3570
1. number of items		843	3450
C. Aged short security differences-less reserve of	\$	0	3460
number of items		0	3470
D. Secured demand note deficiency		0	3590
E. Commodity futures contracts and spot commodities - proprietary capital charges		0	3600
F. Other deductions and/or charges		683,388,260	3610
G. Deductions for accounts carried under Rule 15c3-1(a)(6), (a)(7) and (c)(2)(x)		0	3615
H. Total deductions and/or charges	(16,705,466,788	3620
7. Other additions and/or allowable credits (List)		0	3630
8. Tentative Net Capital	\$	12,514,954,941	3640
9. Total Market Risk Exposure	\$	1,079,890,846	3635
10. Total Credit Risk Exposure	\$	0	3679
11. Net Capital	\$	11,435,064,095	3750

OMIT PENNIES

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COMPUTATION OF NET CAPITAL REQUIREMENT

Part A

12. 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	\$	1,553,829,249	3870
13. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries	\$	677,868,993	3880
14. Net capital requirement (greater of line 12 or 13)	\$	1,553,829,249	3760
15. Excess net capital (line 11 less 14)	\$	9,881,234,846	3910
16. Percentage of Net Capital to Aggregate Debits (line 11 divided by line 18 page 10)	%	37.77	3851
17. Percentage of Net Capital, <u>after</u> anticipated capital withdrawals, to Aggregate Debits item 11 less Item 4880 page 19 divided by line 18 page 10)	%	37.77	3854
18. Net capital in excess of the greater of: 5% of combined aggregate debit items or 120% of minimum net capital requirement	\$	9,881,234,845	3920

OTHER RATIOS

Part B

19. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	%	21.29	3860
20. 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