

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

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

WEDBUSH SECURITIES INC.

13

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

1000 WILSHIRE BLVD. SUITE 900, ATTN: BUSINESS CONDUCT
(No. and Street)

20

LOS ANGELES

(City)

21

CA

(State)

22

90017-2457

(Zip Code)

23

SEC. FILE NO.

8-12987

14

FIRM ID NO.

877

15

FOR PERIOD BEGINNING (MM/DD/YY)

04/01/16

24

AND ENDING (MM/DD/YY)

06/30/16

25

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

DANIEL BILLINGS, CONTROLLER

30

(213) 688-8000

31

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

OFFICIAL USE

32

33

34

35

36

37

38

39

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 7th day of September 20 16

Manual Signatures of:

1)

Principal Executive Officer or Managing Partner - Edward Wedbush

2)

Principal Financial Officer or Partner - Daniel Billings

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))

FINRA

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER
WEDBUSH SECURITIES INC.

N 2

100

STATEMENT OF FINANCIAL CONDITION

as of (MM/DD/YY) 06/30/16 99

SEC FILE NO. 8-12987 98

Consolidated 198

Unconsolidated X 199

ASSETS

Allowable

Nonallowable

Total

1. Cash	\$ 13,645,210	200		\$ 13,645,210	750
2. Cash segregated in compliance with federal and other regulations	693,750,735	210		693,750,735	760
3. Receivable from brokers or dealers and clearing organizations:					
A. Failed to deliver:					
1. Includable in "Formula for Reserve Requirements"	1,900,672	220			
2. Other	16,538,558	230		18,439,230	770
B. Securities borrowed:					
1. Includable in "Formula for Reserve Requirements"	345,320,837	240			
2. Other	2,436,609,450	250		2,781,930,287	780
C. Omnibus accounts:					
1. Includable in "Formula for Reserve Requirements"		260			
2. Other	3,115,396	270		3,115,396	790
D. Clearing Organizations:					
1. Includable in "Formula for Reserve Requirements"	3,057,559	280			
2. Other	363,968,838	290		367,026,397	800
E. Other		300	\$ 73,938	73,938	810
4. Receivables from customers:					
A. Securities accounts:					
1. Cash and fully secured accounts	462,055,007	310			
2. Partly secured accounts	3,155,899	320	985,353	560	
3. Unsecured Accounts			6,530,698	570	
B. Commodity accounts	37,431	330	899,365	580	
C. Allowance for doubtful accounts	(5,418,260)	335	(7,516,051)	590	460,729,442 820
5. Receivables from non-customers:					
A. Cash and fully secured accounts	122,665,389	340			
B. Partly secured and unsecured accounts		350		122,665,389	830
6. Securities purchased under agreements to resell	1,635,007,012	360		1,635,007,012	840
7. Securities and spot commodities owned, at market value:					
A. Banker's acceptances, certificates of deposit and commercial paper		370			
B. U.S. and Canadian government obligations	228,445,945	380			
C. State and municipal government obligations	47,041,155	390			
D. Corporate obligations	22,831	400			

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF FINANCIAL CONDITION

ASSETS (continued)

Allowable

Nonallowable

Total

E. Stocks and warrants	\$	11,180,318	410			
F. Options		270,318	420			
G. Arbitrage			422			
H. Other securities		115,978,610	424			
I. Spot Commodities			430			
J. Total inventory - includes encumbered securities of . . . \$	48,539,660	120			\$	402,939,177 850
8. Securities owned not readily marketable:						
A. At Cost \$	130	440		\$	8,893,812 610	8,893,812 860
9. Other investments not readily marketable:						
. \$	140					
B. At estimated fair value		450			89,982 620	89,982 870
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					2,906,775 650	
C. Contributed for use of company, at market value					660	2,906,775 900
13. Investment in and receivables from affiliates, subsidiaries and associated partnerships		480			7,309,319 670	7,309,319 910
14. Property, furniture, equipment, leasehold improvements and rights under lease agreements:						
At cost (net of accumulated depreciation and amortization)		490			764,385 680	764,385 920
15. Other Assets:						
A. Dividends and interest receivable	10,113,124	500			220,353 690	
B. Free shipments		510				700
C. Loans and advances		520				710
D. Miscellaneous	10,331,214	530			35,427,308 720	
E. Collateral accepted under SFAS 140		536				
F. SPE Assets		537				56,091,999 930
16. TOTAL ASSETS	\$	6,518,793,248 540	\$	56,585,237 740	\$	6,575,378,485 940

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER
WEDBUSH SECURITIES INC. as of 06/30/16

STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY

Liabilities	A.I. Liabilities *	Non-A.I. Liabilities *	Total
17. Bank loans payable:			
A. Includable in "Formula for Reserve Requirements" \$	1030	1240	64,000,000 1460
B. Other	1040	1250	59,000,000 1470
18. Securities sold under repurchase agreements.		1260	108,275,750 1480
19. Payable to brokers or dealers and clearing organizations:			
A. Failed to receive:			
1. Includable in "Formula for Reserve Requirements"	1050	1270	5,823,591 1490
2. Other	1060	1280	10,350,667 1500
B. Securities loaned:			
1. Includable in "Formula for Reserve Requirements"	1070		57,288,127 1510
2. Other	1080	1290	2,419,328,375 1520
C. Omnibus accounts:			
1. Includable in "Formula for Reserve Requirements"	1090		1530
2. Other	1095	1300	1540
D. Clearing organizations:			
1. Includable in "Formula for Reserve Requirements"	1100		5,491,252 1550
2. Other	1105	1310	971,878 1560
E. Other	1110	1320	2,445,481 1570
20. Payable to customers:			
A. Securities accounts - including free credits of \$ 1,635,906,007	950 1120		2,474,242,620 1580
B. Commodities accounts	1130	1330	832,352,528 1590
21. Payable to non customers:			
A. Securities accounts	1140	1340	184,789,689 1600
B. Commodities accounts	1150	1350	3,623,685 1610
22. Securities sold not yet purchased at market value - including arbitrage of \$	960	1360	11,212,154 1620
23. Accounts payable and accrued liabilities and expenses:			
A. Drafts payable	1160		11,146,222 1630
B. Accounts payable	1170		22,324,895 1640
C. Income taxes payable	1180		0 1650
D. Deferred income taxes		1370	1660
E. Accrued expenses and other liabilities	1190		51,524,670 1670
F. Other	1200	1380	1680
G. Obligation to return securities		1386	1686
H. SPE Liabilities		1387	1687

OMIT PENNIES

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

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF FINANCIAL CONDITION
LIABILITIES AND OWNERSHIP EQUITY (continued)

	Liabilities	A.I. Liabilities *	Non-A.I. Liabilities *	Total
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	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	\$ 6,324,191,584	1760
<u>Ownership Equity</u>				
27. Sole proprietorship			\$ 1770	
28. Partnership - limited partners	\$ 1020			1780
29. Corporation:				
A. Preferred stock				1791
B. Common stock			700,000	1792
C. Additional paid- in capital			12,040,602	1793
D. Retained Earnings			240,331,161	1794
E. Total			253,071,763	1795
F. Less capital stock in treasury			(1,884,862)	1796
30. TOTAL OWNERSHIP EQUITY			\$ 251,186,901	1800
31. TOTAL LIABILITIES AND OWNERSHIP EQUITY			\$ 6,575,378,485	1810

OMIT PENNIES

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

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

COMPUTATION OF NET CAPITAL

1. Total ownership equity (from Statement of Financial Condition - Item 1800)	\$	251,186,901	3480
2. Deduct: Ownership equity not allowable for Net Capital	(3490
3. Total ownership equity qualified for Net Capital		251,186,901	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital			3520
B. Other (deductions) or allowable credits (List)		5,418,260	3525
5. Total capital and allowable subordinated liabilities	\$	256,605,161	3530
6. Deductions and/or charges:			
A. Total non-allowable assets from			
Statement of Financial Condition (Notes B and C)	\$	56,585,237	3540
1. Additional charges for customers' and non-customers' security accounts		25,113,694	3550
2. Additional charges for customers' and non-customers' commodity accounts			3560
B. Aged fail-to-deliver:		352,448	3570
1. number of items	146		3450
C. Aged short security differences-less reserve of	\$		3460
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		5,888,984	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	(87,940,363	3620
7. Other additions and/or allowable credits (List)			3630
8. Net Capital before haircuts on securities positions	\$	168,664,798	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		0	3680
2. U.S. and Canadian government obligations		5,421,337	3690
3. State and municipal government obligations		3,352,403	3700
4. Corporate obligations		2,055	3710
5. Stocks and warrants		1,949,308	3720
6. Options		133,350	3730
7. Arbitrage			3732
8. Other securities		2,319,572	3734
D. Undue concentration			3650
E. Other (List)			3736
10. Net Capital	\$	155,486,773	3740
			3750

OMIT PENNIES

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER
WEDBUSH SECURITIES INC.

as of 06/30/16

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	\$	52,154,619	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)	\$	20,000,000	3880
24. Net capital requirement (greater of line 22 or 23)	\$	52,154,619	3760
25. Excess net capital (line 10 less 24)	\$	103,332,154	3910
26. Percentage of Net Capital to Aggregate Debits (line 10 divided by line 18 page 8)	%	18.47	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)	%	18.47	3854
28. Net capital in excess of the greater of: 5% of combined aggregate debit items or 120% of minimum net capital requirement	\$	98,116,692	3920

OTHER RATIOS

Part C

29. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	%	0.00	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.

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION
FOR CUSTOMERS TRADING ON U.S. COMMODITY EXCHANGES

SEGREGATION REQUIREMENTS (Section 4d(2) of the CEAct)

1. Net ledger balance			
A. Cash	\$	777,645,649	7010
B. Securities (at market)		383,967,628	7020
2. Net unrealized profit (loss) in open futures contracts traded on a contract market		16,522,453	7030
3. Exchange traded options			
A. Add market value of open option contracts purchased on a contract market		374,283,540	7032
B. Deduct market value of open option contracts granted (sold) on a contract market	(390,508,168	7033
4. Net equity (deficit) (add lines 1, 2, and 3)		1,161,911,102	7040
5. Accounts liquidating to a deficit and accounts with debit balances			
- gross amount		951,652	7045
Less: amount offset by customer owned securities	(7047
		951,652	7050
6. Amount required to be segregated (add lines 4 and 5)	\$	1,162,862,754	7060

FUNDS IN SEGREGATED ACCOUNTS

7. Deposited in segregated funds bank accounts			
A. Cash		363,256,604	7070
B. Securities representing investments of customers' funds (at market)			7080
C. Securities held for particular customers or option customers in lieu of cash (at market)		397,595	7090
8. Margins on deposit with derivatives clearing organizations of contract markets			
A. Cash	\$	259,283,992	7100
B. Securities representing investments of customers' funds (at market)		191,336,723	7110
C. Securities held for particular customers or option customers in lieu of cash (at market)		379,792,345	7120
9. Net settlement from (to) derivatives clearing organizations of contract markets		1,884,845	7130
10. Exchange traded options			
A. Value of open long option contracts		374,283,540	7132
B. Value of open short option contracts	(390,508,168	7133
11. Net equities with other FCMs			
A. Net liquidating equity			7140
B. Securities representing investments of customers' funds (at market)			7160
C. Securities held for particular customers or option customers in lieu of cash (at market)			7170
12. Segregated funds on hand (describe: _____)		3,777,688	7150
13. Total amount in segregation (add lines 7 through 12)		1,183,505,164	7180
14. Excess (deficiency) funds in segregation (subtract line 6 from line 13)	\$	20,642,410	7190
15. Management Target Amount for Excess funds in segregation	\$	13,000,000	7194
16. Excess (deficiency) funds in segregation over (under) Management Target Amount Excess	\$	7,642,410	7198

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF SEGREGATION REQUIREMENTS AND FUNDS IN SEGREGATION
FOR CUSTOMERS' DEALER OPTIONS ACCOUNTS

1. Amount required to be segregated in accordance with Commission regulation 32.6	\$		7200
2. Funds in segregated accounts			
A. Cash	\$		7210
B. Securities (at market)			7220
C. Total			7230
3. Excess (deficiency) funds in segregation (subtract line 2.C from line 1)			
	\$		7240

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER
WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FOREIGN FUTURES AND FOREIGN OPTIONS SECURED AMOUNTS

Amount required to be set aside pursuant to law, rule or regulation of a foreign government or a rule of a self-regulatory organization authorized thereunder	\$		7305
1. Net ledger balance - Foreign Futures and Foreign Option Trading - All Customers			
A. Cash	\$	38,059,148	7315
B. Securities (at market)			7317
2. Net unrealized profit (loss) in open futures contracts traded on a foreign board of trade		(1,076,900)	7325
3. Exchange traded options			
A. Market value of open option contracts purchased on a foreign board of trade			7335
B. Market value of open contracts granted (sold) on a foreign board of trade			7337
4. Net equity (deficit) (add lines 1. 2. and 3.)	\$	36,982,248	7345
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount	\$	4,440	7351
Less: amount offset by customer owned securities	(7352
		4,440	7354
6. Amount required to be set aside as the secured amount - Net Liquidating Equity Method (add lines 4 and 5)	\$	36,986,688	7355
7. Greater of amount required to be set aside pursuant to foreign jurisdiction (above) or line 6.	\$	36,986,688	7360

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF SECURED AMOUNTS AND FUNDS HELD IN SEPARATE ACCOUNTS
PURSUANT TO COMMISSION REGULATION 30.7

FUNDS DEPOSITED IN SEPARATE REGULATION 30.7 ACCOUNTS

1. Cash in banks

A. Banks located in the United States \$ 26,814,339 7500

B. Other banks qualified under Regulation 30.7

Name(s): 7510 2,568,599 7520 \$ 29,382,938 7530

2. Securities

A. In safekeeping with banks located in the United States \$ 7540

B. In safekeeping with other banks qualified under Regulation 30.7

Name(s): 7550 7560 7570

3. Equities with registered futures commission merchants

A. Cash \$ 7580

B. Securities 7590

C. Unrealized gain (loss) on open futures contracts 7600

D. Value of long option contracts 7610

E. Value of short option contracts () 7615 7620

4. Amounts held by clearing organizations of foreign boards of trade

Name(s): 7630

A. Cash \$ 7,491,267 7640

B. Securities 7650

C. Amount due to (from) clearing organizations - daily variation 37,478 7660

D. Value of long option contracts 7670

E. Value of short option contracts () 7675 7,528,745 7680

5. Amounts held by members of foreign boards of trade

Name(s): 7690

A. Cash \$ 2,510,250 7700

B. Securities 7710

C. Unrealized gain (loss) on open futures contracts 305,037 7720

D. Value of long option contracts 7730

E. Value of short option contracts () 7735 2,815,287 7740

6. Amounts with other depositories designated by a foreign board of trade

Name(s): 7750 7760

7. Segregated funds on hand (describe:) 7765

8. Total funds in separate section 30.7 accounts \$ 39,726,970 7770

9. Excess (deficiency) set Aside Funds for Secured Amount (subtract Line 7 Secured
Statement page T10-3 from Line 8)

\$ 2,740,282 7380

10. Management Target Amount for Excess funds in separate section 30.7 accounts

\$ 1,000,000 7780

11. Excess (deficiency) funds in separate 30.7 accounts over (under) Management Target

\$ 1,740,282 7785

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER
WEDBUSH SECURITIES INC.

as of 06/30/16

STATEMENT OF CLEARED SWAPS CUSTOMER SEGREGATION REQUIREMENTS AND
FUNDS IN CLEARED SWAPS CUSTOMER ACCOUNTS UNDER 4D(F) OF THE CEA

Cleared Swaps Customer Requirements

1. Net ledger balance		
A. Cash	\$	8500
B. Securities (at market)		8510
2. Net unrealized profit (loss) in open cleared swaps		8520
3. Cleared swaps options		
A. Market value of open cleared swaps option contracts purchased		8530
B. Market value of open cleared swaps option contracts granted (sold)	(8540
4. Net equity (deficit) (add lines 1, 2, and 3)	\$	8550
5. Accounts liquidating to a deficit and accounts with debit balances - gross amount	\$	8560
Less: amount offset by customer owned securities	(8570
6. Amount required to be segregated for cleared swaps customers (add lines 4 and 5)	\$	8590

Funds in Cleared Swaps Customer Segregated Accounts

7. Deposited in cleared swaps customer segregated accounts at banks		
A. Cash	\$	8600
B. Securities representing investments of cleared swaps customers' funds (at market)		8610
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		8620
8. Margins on deposit with derivatives clearing organizations in cleared swaps customer segregated accounts		
A. Cash		8630
B. Securities representing investments of cleared swaps customers' funds (at market)		8640
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		8650
9. Net settlement from (to) derivatives clearing organizations		8660
10. Cleared swaps options		
A. Value of open cleared swaps long option contracts		8670
B. Value of open cleared swaps short option contracts	(8680
11. Net equities with other FCMs		
A. Net liquidating equity		8690
B. Securities representing investments of cleared swaps customers' funds (at market)		8700
C. Securities held for particular cleared swaps customers in lieu of cash (at market)		8710
12. Cleared swaps customer funds on hand (describe: _____)		8715
13. Total amount in cleared swaps customer segregation (add lines 7 through 12)	\$	8720
14. Excess (deficiency) funds in cleared swaps customer segregation (subtract line 6 from line 13)	\$	8730
15. Management Target Amount for Excess funds in cleared swaps segregated accounts	\$	8760
16. Excess (deficiency) funds in cleared swaps customer segregated accounts over (under) Management Target Excess	\$	8770

SUPPLEMENT TO
FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART II

2016-09-07 07:12PM EDT
Status: Amendment - Submitted
Amendment: 1 of 1

BROKER OR DEALER

WEDBUSH SECURITIES INC.

as of 06/30/16

COMPUTATION OF CFTC MINIMUM NET CAPITAL REQUIREMENT

Net Capital required

A. Risk-Based Requirement

i. Amount of Customer Risk

Maintenance Margin requirement 651,740,437 7415

ii. Enter 8% of line A.i

52,139,235 7425

iii. Amount of Non-Customer Risk

Maintenance Margin requirement 192,301 7435

iv. Enter 8% of line A.iii

15,384 7445

v. Add lines A.ii and A.iv.

52,154,619 7455

B. Minimum Dollar Amount Requirement

20,000,000 7465

C. Other NFA Requirement

7475

D. Minimum CFTC Net Capital Requirement.

Enter the greatest of lines A, B or C

52,154,619 7490

Note: If amount on Line D (7490) is greater than minimum net capital requirement computed on Line 3760 (Page 6) then enter this greater amount on Line 3760. The greater of the amount required by SEC or CFTC is the minimum net capital requirement.

CFTC Early Warning Level

57,370,081 7495

Note: If the Minimum Net Capital Requirement computed on Line D (7490) is:

- (1) Risk Based Requirement, enter 110% of Line A (7455), or
- (2) Minimum Dollar Requirement of \$1,000,000 enter 150% of Line B (7465), or
- (3) Minimum Dollar Requirement of \$20,000,000 for FCMs offering or engaging in retail forex transactions or Retail Foreign Exchange Dealers ("RFED"), enter 110% of Line B (7465), or
- (4) Other NFA Requirement of \$20,000,000 plus five percent of the FCM's offering or engaging in retail forex transactions or Retail Foreign Exchange Dealers ("RFED") total retail forex obligations in excess of \$10,000,000 enter 110% of Line C (7475), or
- (5) Other NFA Requirement, enter 150% of Line C (7475).