

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION

FORM  
X-17A-5

FOCUS REPORT  
(FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT)  
PART IIA 12

(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.

CARTY & COMPANY, INC. 13

8-19082 14

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

FIRM ID NO.

6263 POPLAR AVENUE, SUITE 800 20

7001 15

(No. and Street)

FOR PERIOD BEGINNING (MM/DD/YY)

MEMPHIS 21 TN 22 38119 23

07/01/16 24

(City)

(State)

(Zip Code)

AND ENDING (MM/DD/YY)

09/30/16 25

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

JOHN C. DALLOSTA, JR. 30

(901) 767-8940 31

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) )

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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

BROKER OR DEALER CARTY & COMPANY, INC.	N	3									
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100

**STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND  
CERTAIN OTHER BROKERS OR DEALERS**

as of (MM/DD/YY)	09/30/16	99
SEC FILE NO.	8-19082	98
Consolidated		198
Unconsolidated	X	199

		<u>ASSETS</u>			
		<u>Allowable</u>	<u>Non-Allowable</u>	<u>Total</u>	
1. Cash	\$	250,637	200	\$	250,637
2. Receivables from brokers or dealers:					
A. Clearance account		8,464,007	295		
B. Other			300	\$	8,464,007
				550	810
3. Receivables from non-customers			355	600	830
4. Securities and spot commodities owned, at market value:					
A. Exempted securities		2,426,770	418		
B. Debt securities		301,644	419		
C. Options			420		
D. Other securities		178	424		
E. Spot commodities			430		2,728,592
					850
5. Securities and/or other investments not readily marketable:					
A. At cost	\$		130		
B. At estimated fair value			440	610	860
6. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:			460	630	880
A. Exempted securities	\$		150		
B. Other securities	\$		160		
7. Secured demand notes:			470	640	890
Market value of collateral:					
A. Exempted securities	\$		170		
B. Other securities	\$		180		
8. Memberships in exchanges:					
A. Owned, at market	\$		190		
B. Owned, at cost				650	
C. Contributed for use of the company, at market value				660	900
9. Investment in and receivables from affiliates, subsidiaries and associated partnerships			480	670	910
10. Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization.			490	58,990	680
				58,990	920
11. Other assets		23,112	535	729,174	735
				752,286	930
12. Total Assets	\$	11,466,348	540	\$ 788,164	740
				\$ 12,254,512	940

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**  
CARTY & COMPANY, INC.

as of 09/30/16

**STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING,  
NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS  
LIABILITIES AND OWNERSHIP EQUITY**

<u>Liabilities</u>	<u>A.I. Liabilities</u>	<u>Non-A.I. Liabilities</u>	<u>Total</u>
13. Bank loans payable .....	\$ 1045	\$ 1255	\$ 1470
14. Payable to brokers or dealers:			
A. Clearance account .....	1114	1315	1560
B. Other .....	1115	1305	1540
15. Payable to non-customers .....	1155	1355	1610
16. Securities sold not yet purchased, at market value .....		1360	1620
17. Accounts payable, accrued liabilities, expenses and other .....	1,148,763 1205	15,086 1385	1,163,849 1685
18. Notes and mortgages payable:			
A. Unsecured .....	1210		1690
B. Secured .....	1211	1390	1700
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:			
1. from outsiders \$ .....	970		1710
2. Includes equity subordination (15c3-1(d)) of .....	980		
B. Securities borrowings, at market value from outsiders \$ .....		1410	1720
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
20. TOTAL LIABILITIES .....	\$ 1,148,763 1230	\$ 15,086 1450	\$ 1,163,849 1760
 <u>Ownership Equity</u>			
21. Sole proprietorship .....			\$ 1770
22. Partnership (limited partners) .....	1020		1780
23. Corporation:			
A. Preferred stock .....			1791
B. Common stock .....		2,208,790	1792
C. Additional paid-in capital .....			1793
D. Retained earnings .....		8,962,891	1794
E. Total .....		11,171,681	1795
F. Less capital stock in treasury .....		( 81,018)	1796
24. TOTAL OWNERSHIP EQUITY .....			\$ 11,090,663 1800
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY .....			\$ 12,254,512 1810

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FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA

BROKER OR DEALER CARTY & COMPANY, INC.	as of	09/30/16
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COMPUTATION OF NET CAPITAL

1. Total ownership equity from Statement of Financial Condition		\$	11,090,663	3480
2. Deduct ownership equity not allowable for Net Capital			( )	3490
3. Total ownership equity qualified for Net Capital			11,090,663	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)				3525
5. Total capital and allowable subordinated liabilities		\$	11,090,663	3530
6. Deductions and/or charges:				
A. Total non-allowable assets from				
Statement of Financial Condition (Notes B and C)		\$	788,164	3540
B. Secured demand note deficiency				3590
C. Commodity futures contracts and spot commodities-proprietary capital charges				3600
D. Other deductions and/or charges				3610
			( 788,164 )	3620
7. Other additions and/or allowable credits (List)				3630
8. Net Capital before haircuts on securities positions		\$	10,302,499	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. Exempted securities			154,980	3735
2. Debt securities			22,741	3733
3. Options				3730
4. Other securities			27	3734
D. Undue concentration				3650
E. Other (List)				3736
			( 177,748 )	3740
10. Net Capital		\$	10,124,751	3750

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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**

CARTY & COMPANY, INC.

as of

09/30/16

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

**Part A**

11. Minimum net capital required (6-2/3% of line 19)	\$	76,584	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)	\$	250,000	3758
13. Net capital requirement (greater of line 11 or 12)	\$	250,000	3760
14. Excess net capital (line 10 less 13)	\$	9,874,751	3770
15. Net capital less greater of 10% of line 19 or 120% of line 12	\$	9,824,751	3780

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

16. Total A.I. liabilities from Statement of Financial Condition	\$	1,148,763	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	3830
19. Total aggregate indebtedness	\$	1,148,763	3840
20. Percentage of aggregate indebtedness to net capital (line 19 divided by line 10)	%	11.35	3850
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c-3-1(d)	%	0.00	3860

**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	\$	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)	\$	3880
24. Net capital requirement (greater of line 22 or 23)	\$	3760
25. Excess net capital (line 10 less 24)	\$	3910
26. Net capital in excess of the greater of: 5% of combined aggregate debit items or 120% of minimum net capital requirement	\$	3920

**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 4% of aggregate debits if alternative 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 the 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.

**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

<b>BROKER OR DEALER</b> <b>CARTY &amp; COMPANY, INC.</b>
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For the period (MMDDYY) from 07/01/16 3932 to 09/30/16 3933  
 Number of months included in this statement 3 3931

**REVENUE** **STATEMENT OF INCOME (LOSS)**

1. Commissions:				
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$	175	3935	
b. Commissions on listed option transactions		16,234	3938	
c. All other securities commissions		11,007	3939	
d. Total securities commissions		27,416	3940	
2. Gains or losses on firm securities trading accounts				
a. From market making in options on a national securities exchange			3945	
b. From all other trading		2,110,405	3949	
c. Total gain (loss)		2,110,405	3950	
3. Gains or losses on firm securities investment accounts			3952	
4. Profits (losses) from underwriting and selling groups		7,840	3955	
5. Revenue from sale of investment company shares		18,901	3970	
6. Commodities revenue			3990	
7. Fees for account supervision, investment advisory and administrative services			3975	
8. Other revenue		43,374	3995	
9. Total revenue	\$	2,207,936	4030	

**EXPENSES**

10. Salaries and other employment costs for general partners and voting stockholder officers				
		139,302	4120	
11. Other employee compensation and benefits		271,484	4115	
12. Commissions paid to other brokers-dealers		60,117	4140	
13. Interest expense			4075	
a. Includes interest on accounts subject to subordination agreements			4070	
14. Regulatory fees and expenses		8,927	4195	
15. Other expenses		1,505,247	4100	
16. Total expenses	\$	1,985,077	4200	

**NET INCOME**

17. Net Income (loss) before Federal income taxes and items below (Item 9 less Item 16)				
	\$	222,859	4210	
18. Provision for Federal income taxes (for parent only)		80,500	4220	
19. Equity in earnings (losses) of unconsolidated subsidiaries not included above			4222	
a. After Federal income taxes of			4238	
20. Extraordinary gains (losses)			4224	
a. After Federal income taxes of			4239	
21. Cumulative effect of changes in accounting principles			4225	
22. Net income (loss) after Federal income taxes and extraordinary items	\$	142,359	4230	

**MONTHLY INCOME**

23. Income (current month only) before provision for Federal Income taxes and extraordinary items				
		79,414	4211	

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA

BROKER OR DEALER CARTY & COMPANY, INC.
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For the period (MMDDYY) from 07/01/16 to 09/30/16

STATEMENT OF CHANGES IN OWNERSHIP EQUITY  
(SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)

1. Balance, beginning of period .....	\$	10,948,304	4240
A. Net income (loss) .....		142,359	4250
B. Additions (includes non-conforming capital of .....	\$	4262	4260
C. Deductions (includes non-conforming capital of .....	\$	4272	4270
2. Balance, end of period (from item 1800) .....	\$	11,090,663	4290

STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED  
TO CLAIMS OF GENERAL CREDITORS

3. Balance, beginning of period .....	\$		4300
A. Increases .....			4310
B. Decreases .....			4320
4. Balance, end of period (from item 3520) .....	\$		4330

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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT  
PART IIA**

**BROKER OR DEALER**  
CARTY & COMPANY, INC.

as of 09/30/16

**Exemptive Provision Under Rule 15c3-3**

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based :

- A. (k) (1) - Limited business (mutual funds and/or variable annuities only) \$ 4550
- B. (k) (2) (i) - "Special Account for the Exclusive Benefit of customers" maintained ..... 4560
- C. (k) (2) (ii) - All customer transactions cleared through another broker-dealer on a fully disclosed basis.  
Name(s) of Clearing Firm(s) - Please separate multiple names with a semi-colon  
PERSHING, LLC. 4335 X 4570
- D. (k) (3) - Exempted by order of the Commission ..... 4580

**Ownership Equity and Subordinated Liabilities maturing or proposed to be  
withdrawn within the next six months and accruals, (as defined below),  
which have not been deducted in the computation of Net Capital.**

Type of Proposed Withdrawal or Accrual (See below for code to enter)	Name of Lender or Contributor	Insider or Outsider ? (In or Out)	Amount to be with- drawn (cash amount and/or Net Capital Value of Securities)	(MMDDYY) Withdrawal or Maturity Date	Expect to Renew (Yes or No)
<u>4600</u>	<u>4601</u>	<u>4602</u>	<u>4603</u>	<u>4604</u>	<u>4605</u>
<u>4610</u>	<u>4611</u>	<u>4612</u>	<u>4613</u>	<u>4614</u>	<u>4615</u>
<u>4620</u>	<u>4621</u>	<u>4622</u>	<u>4623</u>	<u>4624</u>	<u>4625</u>
<u>4630</u>	<u>4631</u>	<u>4632</u>	<u>4633</u>	<u>4634</u>	<u>4635</u>
<u>4640</u>	<u>4641</u>	<u>4642</u>	<u>4643</u>	<u>4644</u>	<u>4645</u>
<u>4650</u>	<u>4651</u>	<u>4652</u>	<u>4653</u>	<u>4654</u>	<u>4655</u>
<u>4660</u>	<u>4661</u>	<u>4662</u>	<u>4663</u>	<u>4664</u>	<u>4665</u>
<u>4670</u>	<u>4671</u>	<u>4672</u>	<u>4673</u>	<u>4674</u>	<u>4675</u>
<u>4680</u>	<u>4681</u>	<u>4682</u>	<u>4683</u>	<u>4684</u>	<u>4685</u>
<u>4690</u>	<u>4691</u>	<u>4692</u>	<u>4693</u>	<u>4694</u>	<u>4695</u>
<b>TOTAL</b>			\$ <u>4699</u>		

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Instructions: Detail listing must include the total of items maturing during the six month period following the report date, regardless of whether or not the capital contribution is expected to be renewed. The schedule must also include proposed capital withdrawals scheduled within the six month period following the report date including the proposed redemption of stock and payments of liabilities secured by fixed assets (which are considered allowable assets in the capital computation pursuant to Rule 15c3-1(c) (2) (iv)), which could be required by the lender on demand or in less than six months.

**WITHDRAWAL CODE: DESCRIPTION**

1. Equity Capital
2. Subordinated Liabilities
3. Accruals
4. 15c3-1(c) (2) (iv) Liabilities