Form 5500

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Annual Return/Report of Employee Benefit Plan

This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6057(b) and 6058(a) of the Internal Revenue Code (the Code).

▶ **Complete all entries in accordance with the instructions to the Form 5500.**

OMB Nos. 1210-0110
1210-0089

2020

This Form is Open to Public Inspection

Part I Annual Report Identification Information

For calendar plan year 2020 or fiscal plan year beginning 01/01/2020 and ending 12/31/2020

A This return/report is for:
- [ ] a multiemployer plan
- [ ] a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions.)
- [X] a single-employer plan
- [ ] a DFE (specify) ____

B This return/report is:
- [ ] the first return/report
- [ ] the final return/report
- [ ] an amended return/report
- [ ] a short plan year return/report (less than 12 months)

C If the plan is a collectively-bargained plan, check here. . . . . ▶ [ ]

D Check box if filing under:
- [X] Form 5558
- [ ] automatic extension
- [ ] the DFVC program
- [ ] special extension (enter description)

Part II Basic Plan Information—enter all requested information

1a Name of plan
USCA MANAGEMENT LLC

1b Three-digit plan number (PN) ▶ 001

1c Effective date of plan 10/15/2010

2a Plan sponsor's name (employer, if for a single-employer plan)
Mailing address (include room, apt., suite no. and street, or P.O. Box)
City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions)
USCA MANAGEMENT LLC

4444 WESTHEIMER
SUITE G500
HOUSTON, TX 77027

2b Employer Identification Number (EIN) 90-0889322

2c Plan Sponsor's telephone number 713-824-7267

2d Business code (see instructions) 523900

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/15/2021	BRITTANY DALEY
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

3a Plan administrator's name and address [X] Same as Plan Sponsor

3b Administrator's EIN

3c Administrator's telephone number

4 If the name and/or EIN of the plan sponsor or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report:

a Sponsor's name

c Plan Name

4b EIN

4d PN

5 Total number of participants at the beginning of the plan year	**5**	145
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines **6a(1), 6a(2), 6b, 6c,** and **6d**).		
a(1) Total number of active participants at the beginning of the plan year	**6a(1)**	133
a(2) Total number of active participants at the end of the plan year	**6a(2)**	128
b Retired or separated participants receiving benefits	**6b**	0
c Other retired or separated participants entitled to future benefits	**6c**	15
d Subtotal. Add lines **6a(2)**, **6b**, and **6c**	**6d**	143
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.	**6e**	1
f Total. Add lines **6d** and **6e**	**6f**	144
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)	**6g**	103
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested	**6h**	0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	**7**	

8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions:

2F 2G 2J 2K 2T 2E 3D 2R

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:

9a Plan funding arrangement (check all that apply)

(1)	[ ]	Insurance
(2)	[ ]	Code section 412(e)(3) insurance contracts
(3)	[X]	Trust
(4)	[ ]	General assets of the sponsor

9b Plan benefit arrangement (check all that apply)

(1)	[ ]	Insurance
(2)	[ ]	Code section 412(e)(3) insurance contracts
(3)	[X]	Trust
(4)	[ ]	General assets of the sponsor

10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

a Pension Schedules

(1)	[X]	**R** (Retirement Plan Information)
(2)	[ ]	**MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
(3)	[ ]	**SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

b General Schedules

(1)	[X]		**H** (Financial Information)
(2)	[ ]		**I** (Financial Information – Small Plan)
(3)	[ ]	0	**A** (Insurance Information)
(4)	[X]		**C** (Service Provider Information)
(5)	[ ]		**D** (DFE/Participating Plan Information)
(6)	[ ]		**G** (Financial Transaction Schedules)

Part III Form M-1 Compliance Information (to be completed by welfare benefit plans)

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ..... ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ..... ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2020 Form M-1 annual report. If the plan was not required to file the 2020 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code_____

SCHEDULE C (Form 5500)	Service Provider Information	OMB No. 1210-0110
Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ **File as an attachment to Form 5500.**	**2020** **This Form is Open to Public Inspection.**

For calendar plan year 2020 or fiscal plan year beginning 01/01/2020 and ending 12/31/2020

A Name of plan	**B** Three-digit plan number (PN) ▶
USCA MANAGEMENT LLC	001

C Plan sponsor's name as shown on line 2a of Form 5500	**D** Employer Identification Number (EIN)
USCA MANAGEMENT LLC	90-0889322

Part I Service Provider Information (see instructions)

You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, $5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions).. . . . . [X] Yes [ ] No

b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, $5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
37 60 64 65 71	RECORDKEEPER	969	Yes [X] No [ ]	Yes [X] No [ ]	0	Yes [X] No [ ]

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes [ ] No [ ]	Yes [ ] No [ ]		Yes [ ] No [ ]

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes [ ] No [ ]	Yes [ ] No [ ]		Yes [ ] No [ ]

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, $5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	**(c)** Relationship to employer, employee organization, or person known to be a party-in-interest	**(d)** Enter direct compensation paid by the plan. If none, enter -0-.	**(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	**(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	**(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	**(h)** Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	**(c)** Relationship to employer, employee organization, or person known to be a party-in-interest	**(d)** Enter direct compensation paid by the plan. If none, enter -0-.	**(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	**(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	**(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	**(h)** Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	**(c)** Relationship to employer, employee organization, or person known to be a party-in-interest	**(d)** Enter direct compensation paid by the plan. If none, enter -0-.	**(e)** Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	**(f)** Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	**(g)** Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	**(h)** Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received $1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
HEARTLAND VAL PLS IV - ALPS FUND S 20-3247785	0.50%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
MFS VALUE R3 - MFS SERVICE CENTER 04-2865649	0.50%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
MS W LARGE CAP GR R1 - NYLIM SERVI 52-2206685	0.35%

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received $1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
MSIF DISCOVERY A - DST ASSET MANAG 430 W 7TH STREET STE 219432 KANSAS CITY, MO 64105	0.40%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
ROYCE PA MUTUAL SVC - DST ASSET MA 430 W 7TH STREET STE 219432 KANSAS CITY, MO 64105	0.45%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
TRP EQUITY INC ADV - T. ROWE PRICE 52-2269240	0.40%

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received $1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
VRTS C MDCP VAL EQ I - VIRTUS FUND 4400 COMPUTER DRIVE WESTBOROUGH, MA 01581-1722	0.40%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
AQR EQUITY MARKET NEUTRAL FD CL I 1 GREENWICH PLAZA GREENWICH, CT 06830	0.10%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
AQR LONG SHORT EQUITY FUND CL I 1 GREENWICH PLAZA GREENWICH, CT 06830	0.10%

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received $1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
ALTEGRIS FUTURES EVOLUTION CL I 1200 PROSPECT STREET SUITE 400 LAJOLLA, CA 92037	0.15%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
WELLS FARGO ABSOLUTE RETURN INST 525 MARKET ST. MAC #A0103 122 SAN FRANCISCO, CA 94105	0.10%

(a) Enter service provider name as it appears on line 2	**(b)** Service Codes (see instructions)	**(c)** Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	**(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

(a) Enter name and EIN or address of service provider (see instructions)	**(b)** Nature of Service Code(s)	**(c)** Describe the information that the service provider failed or refused to provide

Part III	**Termination Information on Accountants and Enrolled Actuaries (see instructions)** (complete as many entries as needed)

a Name:

b EIN:

c Position:

d Address:

e Telephone:

Explanation:

a Name:

b EIN:

c Position:

d Address:

e Telephone:

Explanation:

a Name:

b EIN:

c Position:

d Address:

e Telephone:

Explanation:

a Name:

b EIN:

c Position:

d Address:

e Telephone:

Explanation:

a Name:

b EIN:

c Position:

d Address:

e Telephone:

Explanation:

SCHEDULE H (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Financial Information

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

2020

This Form is Open to Public Inspection

For calendar plan year 2020 or fiscal plan year beginning 01/01/2020 and ending 12/31/2020

A Name of plan
USCA MANAGEMENT LLC

B Three-digit plan number (PN) ▶ 001

C Plan sponsor's name as shown on line 2a of Form 5500
USCA MANAGEMENT LLC

D Employer Identification Number (EIN)
90-0889322

Part I Asset and Liability Statement

1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a	0	451
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	0	0
(2) Participant contributions	1b(2)	0	0
(3) Other	1b(3)	0	0
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	308641	886695
(2) U.S. Government securities	1c(2)	0	0
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)	0	0
(B) All other	1c(3)(B)	0	0
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)	0	0
(B) Common	1c(4)(B)	87830	492237
(5) Partnership/joint venture interests	1c(5)	0	0
(6) Real estate (other than employer real property)	1c(6)	0	0
(7) Loans (other than to participants)	1c(7)	0	0
(8) Participant loans	1c(8)	172512	103903
(9) Value of interest in common/collective trusts	1c(9)	0	0
(10) Value of interest in pooled separate accounts	1c(10)	0	0
(11) Value of interest in master trust investment accounts	1c(11)	0	0
(12) Value of interest in 103-12 investment entities	1c(12)	0	0
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)	9647379	11894135
(14) Value of funds held in insurance company general account (unallocated contracts)	1c(14)	0	0
(15) Other	1c(15)	0	467

			(a) Beginning of Year	**(b)** End of Year
1d	Employer-related investments:			
	(1) Employer securities	**1d(1)**	0	0
	(2) Employer real property	**1d(2)**	0	0
e	Buildings and other property used in plan operation	**1e**	0	0
f	Total assets (add all amounts in lines 1a through 1e)	**1f**	10216362	13377888
	Liabilities			
g	Benefit claims payable	**1g**	0	0
h	Operating payables	**1h**	0	0
i	Acquisition indebtedness	**1i**	0	0
j	Other liabilities	**1j**	0	0
k	Total liabilities (add all amounts in lines 1g through1j)	**1k**	0	0
	Net Assets			
l	Net assets (subtract line 1k from line 1f)	**1l**	10216362	13377888

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

			(a) Amount	**(b)** Total
	Income			
a	**Contributions:**			
	(1) Received or receivable in cash from: **(A)** Employers	**2a(1)(A)**	0	
	(B) Participants	**2a(1)(B)**	1312127	
	(C) Others (including rollovers)	**2a(1)(C)**	12251	
	(2) Noncash contributions	**2a(2)**	0	
	(3) Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)**	**2a(3)**		1324378
b	**Earnings on investments:**			
	(1) Interest:			
	(A) Interest-bearing cash (including money market accounts and certificates of deposit)	**2b(1)(A)**	1021	
	(B) U.S. Government securities	**2b(1)(B)**	0	
	(C) Corporate debt instruments	**2b(1)(C)**	0	
	(D) Loans (other than to participants)	**2b(1)(D)**	0	
	(E) Participant loans	**2b(1)(E)**	5911	
	(F) Other	**2b(1)(F)**	0	
	(G) Total interest. Add lines **2b(1)(A)** through **(F)**	**2b(1)(G)**		6932
	(2) Dividends: **(A)** Preferred stock	**2b(2)(A)**	0	
	(B) Common stock	**2b(2)(B)**	1086	
	(C) Registered investment company shares (e.g. mutual funds)	**2b(2)(C)**	647657	
	(D) Total dividends. Add lines **2b(2)(A)**, **(B)**, and **(C)**	**2b(2)(D)**		648743
	(3) Rents	**2b(3)**		0
	(4) Net gain (loss) on sale of assets: **(A)** Aggregate proceeds	**2b(4)(A)**	837779	
	(B) Aggregate carrying amount (see instructions)	**2b(4)(B)**	793387	
	(C) Subtract line **2b(4)(B)** from line **2b(4)(A)** and enter result	**2b(4)(C)**		44392
	(5) Unrealized appreciation (depreciation) of assets: **(A)** Real estate	**2b(5)(A)**	0	
	(B) Other	**2b(5)(B)**	-27994	
	(C) Total unrealized appreciation of assets. Add lines **2b(5)(A)** and **(B)**	**2b(5)(C)**		-27994

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	**2b(6)**		0
(7) Net investment gain (loss) from pooled separate accounts	**2b(7)**		0
(8) Net investment gain (loss) from master trust investment accounts	**2b(8)**		0
(9) Net investment gain (loss) from 103-12 investment entities	**2b(9)**		0
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds)	**2b(10)**		1952017
c Other income	**2c**		0
d Total income. Add all **income** amounts in column (b) and enter total	**2d**		3948468
Expenses			
e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	**2e(1)**	767979	
(2) To insurance carriers for the provision of benefits	**2e(2)**	0	
(3) Other	**2e(3)**	0	
(4) Total benefit payments. Add lines **2e(1)** through **(3)**	**2e(4)**		767979
f Corrective distributions (see instructions)	**2f**		0
g Certain deemed distributions of participant loans (see instructions)	**2g**		18044
h Interest expense	**2h**		0
i Administrative expenses: **(1)** Professional fees	**2i(1)**	0	
(2) Contract administrator fees	**2i(2)**	0	
(3) Investment advisory and management fees	**2i(3)**	0	
(4) Other	**2i(4)**	919	
(5) Total administrative expenses. Add lines **2i(1)** through **(4)**	**2i(5)**		919
j Total expenses. Add all **expense** amounts in column (b) and enter total	**2j**		786942
Net Income and Reconciliation			
k Net income (loss). Subtract line **2j** from line **2d**	**2k**		3161526
l Transfers of assets:			
(1) To this plan	**2l(1)**		0
(2) From this plan	**2l(2)**		0

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) [ ] Unmodified **(2)** [ ] Qualified **(3)** [X] Disclaimer **(4)** [ ] Adverse

b Check the appropriate box(es) to indicate whether the IQPA performed an ERISA section 103(a)(3)(C) audit. Check both boxes (1) and (2) if the audit was performed pursuant to both 29 CFR 2520.103-8 and 29 CFR 2520.103-12(d). Check box (3) if pursuant to neither.

(1) [X] DOL Regulation 2520.103-8 **(2)** [ ] DOL Regulation 2520.103-12(d) **(3)** [ ] neither DOL Regulation 2520.103-8 nor DOL Regulation 2520.103-12(d).

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: PANNELL KERR FORSTER OF TEXAS, P.C. **(2)** EIN: 76-0356844

d The opinion of an independent qualified public accountant is **not attached** because:

(1) [ ] This form is filed for a CCT, PSA, or MTIA. **(2)** [ ] It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

		Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)	**4a**		X	

			Yes	No	Amount
b	Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)	**4b**		X	
c	Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)	**4c**		X	
d	Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)	**4d**		X	
e	Was this plan covered by a fidelity bond?	**4e**	X		1000000
f	Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?	**4f**		X	
g	Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?	**4g**		X	
h	Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?	**4h**		X	
i	Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	**4i**	X		
j	Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked and see instructions for format requirements.)	**4j**		X	
k	Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?	**4k**		X	
l	Has the plan failed to provide any benefit when due under the plan?	**4l**		X	
m	If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)	**4m**		X	
n	If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3	**4n**		X	

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? ☐ Yes ☒ No

If "Yes," enter the amount of any plan assets that reverted to the employer this year _____.

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	**5b(2)** EIN(s)	**5b(3)** PN(s)

5c Was the plan a defined benefit plan covered under the PBGC insurance program at any time during this plan year? (See ERISA section 4021 and instructions.) ☐ Yes ☐ No ☐ Not determined

If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year _____.

SCHEDULE R (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Retirement Plan Information

This schedule is required to be filed under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

2020

This Form is Open to Public Inspection.

For calendar plan year 2020 or fiscal plan year beginning 01/01/2020 and ending 12/31/2020

A Name of plan
USCA MANAGEMENT LLC

B Three-digit plan number (PN) ▶ 001

C Plan sponsor's name as shown on line 2a of Form 5500
USCA MANAGEMENT LLC

D Employer Identification Number (EIN)
90-0889322

Part I Distributions

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions **1**

2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):

EIN(s): 04-6568107

Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.

3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year **3**

Part II Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

If the plan is a defined benefit plan, go to line 8.

5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. **Date:** Month _____ Day _____ Year _____

If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.

6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived) **6a**

b Enter the amount contributed by the employer to the plan for this plan year **6b**

c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount) **6c**

If you completed line 6c, skip lines 8 and 9.

7 Will the minimum funding amount reported on line 6c be met by the funding deadline? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

Part III Amendments

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box. ..... ☐ **Increase** ☐ **Decrease** ☐ **Both** ☐ **No**

Part IV ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ..... ☐ **Yes** ☐ **No**

11 a Does the ESOP hold any preferred stock? ..... ☐ **Yes** ☐ **No**

b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ..... ☐ **Yes** ☐ **No**

12 Does the ESOP hold any stock that is not readily tradable on an established securities market? ..... ☐ **Yes** ☐ **No**

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

14 Enter the number of deferred vested and retired participants (inactive participants), as of the beginning of the plan year, whose contributing employer is no longer making contributions to the plan for:

a The current plan year. Check the box to indicate the counting method used to determine the number of inactive participants: ☐ last contributing employer ☐ alternative ☐ reasonable approximation (see instructions for required attachment)	**14a**	
b The plan year immediately preceding the current plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	**14b**	
c The second preceding plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	**14c**	

15 Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	**15a**	
b The corresponding number for the second preceding plan year	**15b**	

16 Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	**16a**	
b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	**16b**	

17 If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

18 If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

19 If the total number of participants is 1,000 or more, complete lines (a) through (c)

a Enter the percentage of plan assets held as:
Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify):

20 **PBGC missed contribution reporting requirements.** If this is a multiemployer plan or a single-employer plan that is not covered by PBGC, skip line 20.

a Is the amount of unpaid minimum required contributions for all years from Schedule SB (Form 5500) line 40 greater than zero? ☐ Yes ☐ No

b If line 20a is "Yes," has PBGC been notified as required by ERISA sections 4043(c)(5) and/or 303(k)(4)? Check the applicable box:

☐ Yes.

☐ No. Reporting was waived under 29 CFR 4043.25(c)(2) because contributions equal to or exceeding the unpaid minimum required contribution were made by the 30th day after the due date.

☐ No. The 30-day period referenced in 29 CFR 4043.25(c)(2) has not yet ended, and the sponsor intends to make a contribution equal to or exceeding the unpaid minimum required contribution by the 30th day after the due date.

☐ No. Other. Provide explanation_____

U.S. Capital Advisors LLC

Consolidated Financial Statements
For the Years Ended December 31, 2020 and 2019

U.S. Capital Advisors LLC

Consolidated Financial Statements
For the Years Ended December 31, 2020 and 2019

U.S. Capital Advisors LLC

Contents

Independent Auditors' Report 3

Consolidated Financial Statements

Consolidated Statements of Financial Condition 4

Consolidated Statements of Operations 5

Consolidated Statements of Changes in Equity 6

Consolidated Statements of Cash Flows 7-8

Notes to Consolidated Financial Statements 9-19

PANNELL KERR FORSTER OF TEXAS, P.C.

CPAs & Professional Advisors
5847 San Felipe St., Suite 2600
Houston, Texas 77057-3000
Main: (713) 860-1400
Fax: (713) 355-3909
www.pkftexas.com

Independent Auditors' Report

To the Board of Directors and Members of
U.S. Capital Advisors LLC and Subsidiaries

We have audited the accompanying consolidated financial statements of U.S. Capital Advisors LLC (the "Company"), which comprise the consolidated statements of financial condition as of December 31, 2020 and 2019, and the related consolidated statements of operations, changes in equity and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of U.S. Capital Advisors LLC as of December 31, 2020 and 2019 and the results of its operations and its cash flows for the years then ended in accordance with U.S. generally accepted accounting principles.

Pannell Kerr Forster of Texas, P.C.

June 7, 2021

Consolidated Financial Statements

U.S. Capital Advisors LLC

Consolidated Statements of Financial Condition

December 31,	**2020**	2019
Assets		
Cash and cash equivalents	**$ 4,852,359**	$ 3,798,851
Deposit with clearing organization	**100,042**	100,042
Receivable from clearing organization	**411,192**	813,817
Notes receivable	**10,067,681**	10,107,514
Accounts receivable, net	**1,043,233**	845,356
Fixed assets, net	**966,513**	1,203,677
Investment in USCA LL&B Co-Investment LP, equity method	**1,339,789**	1,362,179
Investments at cost	**613,676**	634,447
Goodwill	**1,660,787**	1,660,787
Deposits, prepaid expenses and other assets	**911,092**	846,180
Total assets	**$ 21,966,364**	$ 21,372,850
Liabilities and Equity		
Liabilities		
Payable to clearing organization	**$ 157,043**	$ 146,841
Accounts payable – trade	**242,501**	243,713
Notes payable, net of discount	**14,120,678**	11,431,585
Deferred revenue	**65,428**	799,605
Accrued expenses and other liabilities	**3,869,462**	4,312,605
Total liabilities	**18,455,112**	16,934,349
Commitments and contingencies		
Members' equity:		
Members' equity of U.S. Capital Advisors, LLC	**3,171,266**	4,063,809
Non-controlling interest in consolidated subsidiaries	**339,986**	374,692
Total equity	**3,511,252**	4,438,501
Total liabilities and equity	**$ 21,966,364**	$ 21,372,850

See accompanying notes to consolidated financial statements.

U.S. Capital Advisors LLC

Consolidated Statements of Operations

Year ended December 31,	**2020**	2019
Revenues		
Asset management fees	**$ 30,145,107**	$ 28,039,738
Commission income	**10,418,964**	10,989,722
Investment banking fees	**4,810,651**	4,486,892
Interest income	**1,066,669**	1,412,001
Other income	**1,068,378**	1,439,512
	47,509,769	46,367,865
Expenses		
Employee compensation and benefits	**33,000,500**	31,514,821
General and administrative	**1,533,802**	1,487,144
Clearing firm fees and underwriting expenses	**3,017,340**	2,824,588
Investment sub-advisor fees	**1,118,415**	1,174,351
Occupancy and equipment rental	**3,849,597**	3,589,201
Technology and communication	**1,652,578**	1,733,827
Legal, professional, and regulatory fees	**1,250,230**	825,466
Interest expense	**480,023**	779,995
Other expenses	**297,254**	875,599
	46,199,739	44,804,992
Net income from operations	**1,310,030**	1,562,873
Transition payments	**(1,655,327)**	(2,393,808)
Unit bonus	**(338,454)**	(844,361)
Equity income of LL&B Co-Investment LP	**-**	122,240
Settlement expense	**(447,238)**	(1,355,399)
Net loss	**(1,130,989)**	(2,908,455)
Net income attributable to non-controlling interest	**80,447**	131,487
Net loss of U.S. Capital Advisors LLC	**$ (1,211,436)**	$ (3,039,942)

See accompanying notes to consolidated financial statements.

U.S. Capital Advisors LLC

Consolidated Statements of Changes in Equity

	Members' equity of U.S. Capital Advisors LLC	Non-controlling interest in consolidated subsidiaries	Total equity
Balance at December 31, 2018	$ 6,289,479	$ 301,289	$ 6,590,768
Common units subscribed	429,747	-	429,747
Subscriptions receivable: common units	(429,747)	-	(429,747)
Unit based compensation	814,272	-	814,272
Distributions to non-controlling member	-	(58,084)	(58,084)
Net income (loss)	(3,039,942)	131,487	(2,908,455)
Balance at December 31, 2019	4,063,809	374,692	4,438,501
Common units subscribed	192,282	-	192,282
Subscriptions receivable: common units	(192,282)	-	(192,282)
Unit based compensation	318,893		318,893
Distributions to non-controlling member		(115,153)	(115,153)
Net income (loss)	(1,211,436)	80,447	(1,130,989)
Balance at December 31, 2020	$ 3,171,266	$ 339,986	$ 3,511,252

See accompanying notes to consolidated financial statements.

U.S. Capital Advisors LLC

Consolidated Statements of Cash Flows

Year ended December 31,	**2020**	2019
Operating Activities		
Net loss	**$ (1,130,989)**	$ (2,908,455)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation	**245,935**	242,578
Equity in Income of USCA LL&B Co-Investment LP	**-**	(122,240)
Transition payments, net of interest	**1,551,569**	2,163,729
Amortization of deferred loan costs	**28,457**	-
Bad debt expense	**94,176**	-
Unit based compensation	**318,893**	814,272
Changes in operating assets and liabilities:		
Receivable from clearing organization	**402,625**	3,450
Accounts receivable	**(292,053)**	(111,062)
Deposits, prepaid expenses and other assets	**(64,911)**	23,644
Payable to clearing organization	**10,202**	(2,177)
Accounts payable - trade	**(1,210)**	(184,434)
Deferred revenue	**(734,177)**	(972,094)
Accrued expenses and other liabilities	**(443,144)**	290,836
Net cash used in operating activities	**(14,627)**	(761,953)
Investing Activities		
Purchase of fixed assets	**(8,804)**	(278,223)
Issuance of notes receivable	**(1,511,735)**	(1,561,204)
Purchase of Investments	**-**	(18,000)
Distributions from Investment in USCA LL&B Co-Investment LP	**43,192**	114,545
Net cash used in investing activities	**(1,477,347)**	(1,742,882)
Financing Activities		
Proceeds from notes payable	**2,879,000**	-
Payments on notes payable	**(218,365)**	(11,500)
Distributions to non-controlling member	**(115,153)**	(58,084)
Net cash provided (used in) by financing activities	**2,545,482**	(69,584)
Net increase (decrease) in cash and cash equivalents	**1,053,508**	(2,574,419)
Cash and cash equivalents, beginning of year	**3,798,851**	6,373,270
Cash and cash equivalents, end of year	**$ 4,852,359**	$ 3,798,851

U.S. Capital Advisors LLC

Consolidated Statements of Cash Flows

Cash paid for interest	**$**	**582,986**	$	749,502
Cash paid for taxes	**$**	**133,456**	$	130,859
Supplemental non-cash investing and financing activity				
Common units issued for subscription notes receivable	**$**	**192,282**	$	429,747

See accompanying notes to consolidated financial statements.

1. Organization and Nature of Business

U.S. Capital Advisors LLC (the "Company") was organized in October 2009 in the State of Texas as a limited liability company. The consolidated financial statements include the accounts of the Company's wholly-owned subsidiaries, USCA Securities LLC, USCA RIA LLC, USCA Insurance Agency LLC, USCA Management LLC, USCA Family and Estate Services LLC, USCA Investment Holdings LLC, USCA Asset Management LLC, USCA BPCAP GP LLC, USCA Tailwater Midstream GP LLC, USCA Real Estate Ventures GP LLC, and USCA Municipal Advisors LLC and majority-owned subsidiaries, LL&B Co-Investment GP LLC, USCA LL&B Co-Investment GP II LLC, USCA Resource Minerals GP LLC, USCA Fifth Corner Property Fund GP LLC. All significant intercompany transactions and balances have been eliminated on consolidation.

USCA Securities LLC is registered as a broker-dealer under the Securities Exchange Act of 1934 and is a member of the Financial Industry Regulatory Authority. USCA RIA LLC and USCA Asset Management LLC are registered with the Securities and Exchange Commission as investment advisors under the Investment Advisors Act of 1940.

USCA Securities LLC has a clearing agreement with National Financial Services LLC (a wholly-owned subsidiary of Fidelity Global Brokerage Group, Inc.) to clear securities transactions, carry customers' accounts on a fully disclosed basis and to perform certain record keeping functions. Accordingly, USCA Securities LLC operates under the exemptive provisions of Securities and Exchange Commission Rule 15c3-3(k)(2)(ii).

2. Summary of Significant Accounting Policies

Basis of Accounting – The consolidated financial statements have been prepared in accordance with U.S. generally accepted accounting principles ("GAAP").

Use of Estimates – The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenues – The Company's accounting policies for revenue recognition are discussed in Note 3.

Fixed Assets – Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided using the straight-line method over the estimated useful lives of the assets, generally five to seven years. The Company has adopted a policy of capitalizing fixed assets of $500 or more. Leasehold improvements are amortized over the life of the lease or the estimated service lives of the improvements, whichever is shorter. Amortization of leasehold improvements begins when the assets are placed into service. Fixed assets at December 31, 2020 consisted of furniture and equipment, computer equipment and software, and leasehold improvements of $1,333,397, $532,394, and $866,240, respectively. Fixed assets at December 31, 2019 consisted of furniture and equipment, computer equipment and software, and leasehold improvements of $1,332,858, $524,130, and $866,240, respectively. Accumulated depreciation at December 31, 2020 and 2019 was $1,765,518 and $1,519,551, respectively. Depreciation expense for the years ended December 31, 2020 and 2019 totaled $245,935 and $242,578, respectively.

Receivable from and Payable to Clearing Organization – The Company clears its customer transactions through another broker-dealer on a fully disclosed basis. Amounts receivable from and payable to clearing organization results from these transactions.

Cash and cash equivalents – For purposes of the statements of cash flows, cash investments with a maturity, at the date of purchase, of three months or less are considered to be cash equivalents.

It is the Company's policy to place its cash and cash equivalents in high quality financial institutions. At times these deposits may exceed federally insured limits. The Company does not believe significant credit risk exists with respect to these institutions.

Accounts Receivable – Accounts receivable are stated at the amount billed to customers. Management's judgment as to the level of probable losses on existing accounts receivable involves the consideration of current economic conditions, examinations of customers' credit worthiness, and evaluation of existing relationships. When it is determined that an accounts receivable may not be collectible, an allowance for doubtful accounts is established. At December 31, 2020 and 2019, it was believed that certain related party receivables related to fund expenses, would not be collectible. As such, an allowance for doubtful accounts in the amount of $250,788 and $156,612, respectively, was recorded. This is included in the accounts receivable balance which is shown on a net basis on the Statements of Financial Condition.

Fair Value of Financial Instruments – Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820, are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three board levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

Money market funds are recorded at fair value based on market approach using Level 1 inputs. At December 31, 2020 and 2019, money market funds totaling approximately $438,366 and $426,716, respectively, are recorded in cash and cash equivalents.

Investments at Cost - The Company has a partnership interest valued at $250,000 in Park Energy Services LLC which was received in exchange for services and is measured at cost, minus impairment, plus/minus observable price changes, as fair value is not practical to be estimated. The Company also received an interest valued at $363,576 in LL&B Headwater LP as the final payment of merchant banking fee and is measured at cost, minus impairment, plus/minus observable price changes, as fair value is not practical to be estimated.

On November 24, 2014, the agreement with LL&B II Headwater LP was modified whereby in settlement of amounts owed totaling approximately $1.3 million, the Company is to receive a fee of 9.163% of; a) all distributions of any kind, cash or property b) consideration received by the Company in connection with a sale, transfer, redemption or other disposition of Series A Units by the Company and c) any cash, securities or other property exchanged or receivable in respect of the outstanding Series A Units. For variable amounts, as the uncertainty is dependent on the value of the investment at future points in time as well as the length of time the Company holds the investment, both of which are highly susceptible to factors outside the Company's influence, the Company does not believe that it can overcome this constraint until the market value of the investment is known, which will be in the period when the investment is monetized. Accordingly, management recorded a valuation allowance against the amount previously recorded and will recognize the payments as income in the period received.

Investment under Equity Method - The Company is the general partner of USCA LL&B Co-Investment LP ("LL&B") and as such has the ability to influence the operating and financial policies of the limited partnership, but does not have a controlling financial interest and therefore records its investment on the equity basis of accounting. The Company has determined that the operating partnership agreements do not allocate economic benefits pro rata to its investors and the appropriate methodology for calculating the equity investment that reflects the substantive profit sharing arrangement is a balance sheet approach using the hypothetical liquidation at book value ("HLBV") method. Under the HLBV method, the amounts reported as equity investment in LL&B in the consolidated statements of financial condition represents the amounts the Company would hypothetically receive at December 31, 2020 and 2019, under the liquidation provisions of the operating partnership agreement assuming the net assets of the limited partnership were liquidated at recorded amounts determined in accordance with GAAP and distributed to investors. The equity in income of LL&B in the consolidated statements of operations is determined as the difference in equity investment in LL&B in the consolidated statements of financial position at the start and end of each reporting period, after taking into account any capital transactions between LL&B and the Company.

Income Taxes – As a limited liability company, the earnings and losses of the Company pass through to its members' individual tax returns; therefore, no income tax provision or benefit has been included in these financial statements. The Company's tax return and the amounts of allocable profits and losses are subject to examination by taxing authorities. Accordingly, if such examinations result in changes in the profits or losses, the tax liability of the members could change.

The Company is subject to a Texas margin tax, and accordingly, a provision for Texas margin tax has been included in general and administrative expenses in the accompanying consolidated statements of operations.

The accounting records of the Company are maintained on the accrual basis of accounting in accordance with GAAP. Net income or loss reflected in the accompanying consolidated statements of operations and changes in members' equity differs from amounts reported in the federal income tax returns because of differences in accounting policies adopted for financial and tax reporting purposes.

The Company recognizes the impact from an uncertain tax position only if that position is "more-likely-than-not" of being sustained upon examination by the taxing authority based on the technical merits of the position. However, should the Company be subject to examination by the taxing authority, any adjustments required would be passed through to the members for such adjustments.

The Company will account for interest and penalties relating to uncertain tax provisions in the current period consolidated statements of operations, as necessary.

Commitments and Contingencies - Liabilities for loss contingencies arising from claims, assessments, litigation, fines, and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. No liabilities for loss contingencies are recorded at December 31, 2020 or 2019. Legal costs incurred in connection with loss contingencies are expensed as incurred.

Goodwill - The Company recorded goodwill in conjunction with the 2013 acquisition of Condera Advisors LLC. In accordance with FASB guidance, goodwill is not amortized, but instead is tested for impairment, at least annually, by comparing the fair value of the asset with its recorded amount. There was no impairment of goodwill for the periods ended December 31, 2020 and 2019.

Unit Designations – The Company was formed pursuant to the Original LLC Agreement which states that units are issued in unit increments. The Board of Directors also originally designated three Unit Classes: Founder Units hold all voting rights; Investor Units; and Common Units which are issued to employees. The Company amended and restated the LLC Agreement to add another class of units referred to as "Preferred Units." The Investor and Preferred unit holders participate in profits and distributions of the Company until which time all capital is returned and preference is paid to the Preferred Unit holders as defined in the LLC Agreement. Thereafter, all unit holders participate in the profits and distributions. At December 31, 2020 and 2019, the Company had 1,562,500 Founder Units, 1,250,000 Investor Units, and 354,416 Preferred Units issued and outstanding, which are fully vested. See Note 6 for details on common units.

Deferred Revenue – Amounts collected prior to services being performed are recorded as deferred revenue until services are performed. As of December 31, 2020, deferred revenue consists of financial planning fees of $65,428. At December 31, 2019, deferred revenue consists of prepayment of business development credits of $655,830, and financial planning fees of $143,775. For the years ended December 31, 2020 and 2019, the Company recognized $655,830 and $1,007,749, respectively, of business development credits revenue, which is recorded in other income in the accompanying consolidated statements of operations.

Leases - In February 2016, the FASB issued an accounting standards update ("ASU") for leases. The ASU introduces a lessee model that brings most leases on the balance sheet. The new standard also aligns many of the underlying principles of the new lessor model with those in the current accounting guidance as well as the FASB's new revenue recognition standard. However, the ASU eliminates the use of bright-line tests in determining lease classification as required in the current guidance. The ASU also requires additional qualitative disclosures along with specific quantitative disclosures to better enable users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. The pronouncement is effective for annual reporting periods beginning after December 15, 2018 for public entities and after December 15, 2021 for non-public entities, including interim periods within that reporting period, using a modified retrospective approach. Early adoption is permitted. The Company is still evaluating the impact that the new accounting guidance will have on its consolidated financial statements and related disclosures.

3. Revenue Recognition

Significant Judgments - Revenue from contracts includes commission income, fees from investment banking and asset management services. The recognition and measurement of revenue is based on the assessment of individual contract terms. Significant judgment is required to determine whether

the performance obligations are satisfied at a point in time or over time; how to allocate transaction prices where multiple performance obligations are identified; when to recognize revenue based on the appropriate measure of the Company's progress under the contract; and whether constraints on variable consideration should be applied due to uncertain future events.

Commissions

Brokerage commissions. The Company buys and sells securities on behalf of its customers. Each time a customer enters into a buy or sell transaction, the Company charges a commission. Commissions and related clearing expenses are recorded on the trade date (the date that the Company fills the trade order by finding and contracting with the counterparty and confirms the trade with the customer). The Company believes that the performance obligation is satisfied on the trade date because that is when the underlying financial instrument or purchaser is identified, the pricing is agreed upon and the risks and rewards of ownership have been transferred to/from the customer. The firm also provides third-party research services to clients in connection with certain soft-dollar arrangements. Generally soft dollars are paid by client's brokerage firm to the Company from commission revenue retained from a trade that is used to pay for services on the client's benefit.

Distribution fees. The Company enters into arrangements with managed accounts or other pooled investment vehicles (funds) to distribute shares to investors. The Company may receive distribution fees paid by the fund up front, over time, upon the investor's exit from the fund (that is, a contingent deferred sales charge), or as a combination thereof. The Company believes that its performance obligation is the sale of securities to investors and as such this is fulfilled on the trade date. Any fixed amounts are recognized on the trade date and variable amounts are recognized to the extent it is probable that a significant revenue reversal will not occur once the uncertainty is resolved. For variable amounts, as the uncertainty is dependent on the value of the shares at future points in time as well as the length of time the investor remains in the fund, both of which are highly susceptible to factors outside the Company's influence, the Company does not believe that it can overcome this constraint until the market value of the fund and the investor activities are known, which are usually monthly or quarterly. Distribution fees recognized in the current period are primarily related to performance obligations that have been satisfied in prior periods.

Placement fees. The Company charges clients a placement fee to gain access to certain private investment vehicles. This fee is generally paid at the time of investment and is based on the total commitment the investor makes to the private investment. The Company believes that its performance obligation is the placement of the investor into the private investment and as such this is fulfilled on the closing date of the private investment.

Asset Management

Investment advisory fees. The Company provides investment advisory services on a daily basis. The Company believes the performance obligation for providing advisory services is satisfied over time because the customer is receiving and consuming the benefits as they are provided by the Company. Fee arrangements are based on a percentage applied to the customer's assets under management. Fees are received quarterly and are recognized as revenue at that time as they relate specifically to the services provided in that period, which are distinct from the services provided in other periods.

Investment Banking

Underwriting fees. The Company underwrites securities for business entities that want to raise funds through a sale of securities. Revenues are earned from fees arising from securities offerings in which the Company acts as an underwriter. Revenue is recognized on the trade date (the date on which the Company purchases the securities from the issuer) for the portion the Company is contracted to buy. The Company believes that the trade date is the appropriate point in time to recognize revenue for securities underwriting transactions as the issuer obtains the control and benefit of the capital markets offering at this date and there are no other significant actions the Company needs to take subsequent to this date to fulfill its performance obligation.

M&A advisory fees. The Company provides advisory services on mergers and acquisitions (M&A). Revenue for advisory arrangements is generally recognized at the point in time that performance under the arrangement is completed (the closing date of the transaction) or the contract is cancelled. However, for certain contracts, revenue is recognized over time for advisory arrangements in which the performance obligations are simultaneously provided by the Company and consumed by the customer. In some circumstances, significant judgment is needed to determine the timing and measure of progress appropriate for revenue recognition under a specific contract.

Advisory public finance fees. The Company provides advisory services to municipalities on financing their operations. Revenue for advisory arrangements is generally recognized at the point in time that performance under the arrangement is completed (the closing date of the transaction) or the contract is cancelled. However, for certain contracts, revenue is recognized over time for advisory arrangements in which the performance obligations are simultaneously provided by the Company and consumed by the customer. In some circumstances, significant judgment is needed to determine the timing and measure of progress appropriate for revenue recognition under a specific contract.

Net Interest Revenue

Net interest revenue, which is generated from financial instruments covered by various other areas of GAAP, is not within the scope of Accounting Standards Codification ("ASC") 606, *Revenue from Contracts with Customers*, but is included in the table below in order to reconcile to total net revenues per the statement of operations. Net interest revenue is the difference between interest generated on interest earning assets and interest paid on funding sources. The Company's primary interest earning assets include cash and cash equivalents and margin loans, which constitute the majority of receivables from brokerage *clients. Revenue on interest earning assets is affected by various factors, such as the composition of assets and* prevailing interest rates at the time of origination.

Disaggregated Revenue

The following table presents revenue by major source for the year-ended December 31, 2020 and 2019:

	2020	2019
Commissions		
Brokerage Commissions	$ **4,809,268**	$ 4,219,114
Institutional Client Group Fees	**2,120,147**	2,660,507
Distribution Fees	**2,959,664**	3,668,294
Placement Fees	**529,885**	441,807
Total Commission Income	**10,418,964**	10,989,722
Asset Management		
Investment Advisory Fees	**30,145,107**	28,039,738
Total Asset Management Fees	**30,145,107**	28,039,738
Investment Banking Fees		
Underwriting Fees	**301,287**	69,341
Advisory Public Finance	**4,184,380**	3,861,966
M&A Advisory Fees	**324,984**	555,585
Total Investment Banking Fees	**4,810,651**	4,486,892
Total Revenue from Contracts with Customers	**45,374,722**	43,516,352
Interest Income	**1,066,669**	1,412,001
Other Income	**1,068,378**	1,439,512
Total Revenue	$ **47,509,769**	$ 46,367,865

4. Notes Receivable

The Company has entered into an Employee Transition Agreement, Transition Payment Addendum, and a Transition Promissory Note with certain key officers and employees whereby the Company will make conditional loans and transition payments to these officers and employees. The loans bear a fixed rate of interest, which generally ranges between 1.0% and 3.0%, payable yearly over a period of four to seven years. Subject to the terms and conditions of the Employee Transition Agreement, the borrower is eligible for transition payments by the Company to offset the loan payments, plus accrued interest, at the time they are due. During 2020 and 2019, transition payments of $1,655,327 and $2,393,808, respectively, were made by the Company. Interest included in the transition payments for the years ended December 31, 2020 and 2019 was $103,119 and $230,077, respectively.

All amounts outstanding under these Notes will immediately become due and payable, without notice or demand, when one of several events occur.

5. Notes Payable

The Company refinanced existing debt in July 2018 with a senior secured loan with NexBank SSB, a financial institution, in the amount of $11,500,000. The note is secured by substantially all the assets of the Company. The note requires quarterly interest payments based on LIBOR + 4% (4.25% at December 31, 2020) which resets quarterly. A principal payment of $115,000 is due annually on July 6th of each year. The loan has a five year term, maturing July 6, 2023, at which time the remaining principal will become due. At December 31, 2020, the Company had an outstanding Note amount of $11,268,119 which includes debt issuance costs of $26,441.

The Senior Loan Facility is subject to certain financial covenants. The Company was in compliance with all financial covenants at December 31, 2020. The Company obtained a waiver related to an extension of time of the reporting requirements under the loan agreement.

The Company obtained a loan under Paycheck Protection Program ("PPP") in April 2020 with Cadence Bank, a financial institution, in the amount of $2,879,000, together with interest on the unpaid principal balance from April 2020, until paid in full. The note requires 17 monthly consecutive principal and interest payments of $121,212 each, beginning November 2, 2020, with interest calculated on unpaid balance with a 1% interest rate. The final principal and interest payment is $859,764.47, which is due on April 23, 2022. This note is forgivable in full if spent in accordance with the provisions of the PPP. Management believes that the loan will be forgiven in its entirety and has received bank approval, but is awaiting approval from the Small Business Administration.

6. Subscriptions Receivable: Common Units

The Company has entered into certain Restricted Unit Agreements, Promissory Notes, and Unit Pledge and Security Agreements with certain officers and key employees whereby the Company agreed to loan these officers and employees the purchase price to purchase common units in the Company. The common units are held by the Company until the loan has been repaid in full by the borrower. As consideration for the loan, each borrower has pledged and granted to the Company a security interest in the common units and all dividends, cash, instruments, securities and other property received, receivable or otherwise distributed in respect of or in exchange for the common units. The common units typically vest over a period of seven years from the date of purchase starting on the fifth anniversary of the agreement. The loans bear a fixed rate of interest, which generally ranges between 1.0% and 2.0%, and typically have a term of seven years. Principal plus accrued interest are payable annually by the borrower typically starting on the fifth anniversary of the note.

The common units subscribed are recorded as a credit to members' equity upon execution of the agreements with a corresponding debit to members' equity to record the subscriptions receivable since the amounts receivable do not meet the definition of an asset. As payments are received on the notes, the amounts recorded as subscriptions receivable are reduced. At December 31, 2020 and 2019, common unit subscriptions receivables totaled $3,373,237 and $3,501,844, respectively. At December 31, 2020, the Company had 4,395,134 Common Units issued and outstanding, of which, 2,408,010 units are vested.

7. Leases

The Company leases its office facilities under non-cancelable operating leases that expire at various times through 2026. Future minimum lease payments as of December 31, 2020 are as follows:

Year Ending December 31,		**Amount**
2021	**$**	**2,293,868**
2022		**2,360,988**
2023		**2,122,789**
2024		**1,973,236**
2025		**1,763,398**
Thereafter		**1,355,392**
	$	**11,869,671**

Rent expense, inclusive of operating reimbursements, for the years ended December 31, 2020 and 2019 was $3,796,452 and $3,555,046 respectively.

8. Net Capital Requirements

USCA Securities LLC is subject to the Securities and Exchange Commission's Uniform Net Capital Rule (Rule 15(c)3-1), which requires the maintenance of minimum net capital of the greater of $100,000 or 6-2/3 percent of aggregate indebtedness. At December 31, 2020, USCA Securities LLC had net capital of $1,215,514, which was $1,086,120 in excess of its required net capital of $129,394.The Company's percentage of aggregate indebtedness relative to net capital ratio was 159.68%.

9. Financial Instruments

Financial Instruments with Off-Balance-Sheet Risk
In the normal course of business, through the Company's broker-dealer subsidiary, the Company executes, as agent or principal, transactions on behalf of customers. If the transactions do not settle because of failure to perform by either the customer or the counterparty, the Company may be obligated to discharge the obligation of the nonperforming party and, as a result, may incur a loss if the market value of the securities is different from the contract amount of the transaction.

The Company does not anticipate nonperformance by customers or counterparties in the above situation. The Company's policy is to monitor its market exposure and counterparty risk. In addition, the Company has a policy of reviewing, as considered necessary, the credit standing of each customer with which it conducts business. Additionally, the Company is subject to credit risk if the clearing organization is unable to repay the balance in the Company's accounts.

Concentration of Credit Risk
Through its broker-dealer and registered investment advisory subsidiaries, the Company is engaged in various trading and brokerage activities in which counterparties primarily include broker-dealers. In the event counterparties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the creditworthiness of the counterparty or issuer of the instrument. It is the Company's policy to continually monitor its market exposure and counterparty

risk. The Company does not anticipate non-performance by counterparties and maintains a policy of reviewing the credit standing of all parties; including customers, with whom it conducts business.

10. Line of Credit

In January 2014, the Company entered into a revolving note and cash subordination agreement with a bank, which allows for total advances up to $1,000,000. Accrued and unpaid interest on the advances is payable monthly at a prime rate in effect from day to day plus 3.00%. In September of 2019, the Company increased the line to allow for advances up to $3,000,000. In October 2020, the company decreased the line of credit of allow for advances up to $1,000,000. This line is renewed annually and advances are allowed through October 2021 and the line matures in October 2022. There are no balances outstanding at December 31, 2020 and 2019.

11. Related Parties

Some of the Company's transactions and arrangements are between affiliates of the Company. The related party receivable balances are unsecured, interest-free and repayable on demand unless otherwise stated. At December 31, 2020 and 2019 the balance of receivables from related parties was $342,832, and $329,156, respectively, and are included in accounts receivable, net on the Consolidated Statement of Financial Condition.

12. Litigation

In the normal course of business, the Company is subject to various claims, legal actions, and disputes. The Company provides for losses, if any, in the year in which they can be reasonably estimated.

13. Subsequent Events

Management has evaluated subsequent events through June 7, 2021, which is the date that the consolidated financial statements were available for issuance, and has determined the following events to be reported.

On May 7, 2021, the company entered into a transaction with a new strategic partner, PLH Financial Holdings, LLC ("PLH"), in which the company will sell 30% of its Registered Investment Advisor (RIA) business for $25 million.

This transaction will merge the company's RIA business with an RIA owned by PLH, creating U.S. Capital Wealth Advisors. The proceeds from this transaction will be used to liquidate the company's preferred investors and return the initial capital that investor units provided to the company. Going forward, 70% of the RIA business will be owned by U.S. Capital RIA Investors LLC, an entity with common ownership of the company. Unit holders in this entity will participate equally based on ownership percentage with the ongoing operations from U.S Capital Wealth Advisors.

As part of the above transaction the company, amended its credit agreement with NexBank. The amendments made were to add the new entity, U.S. Capital RIA Investors LLC as a co-borrower to the credit agreement and to add a mandatory principal amortization of 25% of quarterly free cash flow. All other terms of the note remain the same.

During 2021, the Company issued additional notes receivable to employees of approximately $318,000.

Name	PIS Date	Original Life	Remaining Life	Depre Last Run	Original acquisitic	Acquis	+	-	Acquisitions	Depreciation (prior years)	+	-	Depreciations	Net Book Value	Monthly Depreciation	
Dell Latitude 7400 for Tsurprenant	6/15/2020	60	317	11/30/2020	1,227.65		1,227.65			122.76	20.46		143.22	1,084.43	3.42	-17.04
Microsoft Surface Laptop v3 for Loaning	3/20/2020	60	216	11/30/2020	1,407.24		1,407.24			211.05	23.45		234.50	1,172.74	5.43	-18.02
Microsoft Surface Laptop v3 for Loaning	3/20/2020	60	182	11/30/2020	1,407.24		1,407.24			211.05	23.45		234.50	1,172.74	6.44	-17.01
Projector and Screen	10/24/2018	84	23	11/30/2020	1,827.20		1,827.20			630.75	21.75		652.50	1,174.70	52.15	30.40
North Hudson	11/1/2018	84	56	11/30/2020	2,000.00		2,000.00			690.49	23.81		714.30	1,285.70	22.93	-0.88
Varidesk	12/1/2018	84	95	11/30/2020	2,062.19		2,062.19			711.95	24.55		736.50	1,325.69	13.94	-10.61
Projectors for New office	2/1/2016	84	76	11/30/2020	3,746.00		3,746.00			2,363.77	44.60		2,408.37	1,337.63	17.62	-26.98
Dell Latitude 5500 laptop	8/19/2020	60	482	11/30/2020	1,482.39		1,482.39			98.84	24.71		123.55	1,358.84	2.82	-21.89
Dell Latitude 5500 laptop	8/19/2020	60	482	11/30/2020	1,482.39		1,482.39			98.84	24.71		123.55	1,358.84	2.82	-21.89
Garbage Disposals on Sinks	12/18/2019	180	776	11/30/2020	4,013.91		4,013.91			2,408.35	200.70		2,609.04	1,404.87	1.81	-198.89
Check Printer	6/30/2019	84	2,098	11/30/2020	2,330.19		2,330.19			856.26	47.57		903.83	1,426.36	0.68	-46.89
Artwork 4th Floor	1/31/2019		4,167	11/30/2020	1,500.00		1,500.00			0.00			0.00	1,500.00	0.36	0.36
Salesforce Setup	7/1/2018	60	3,600	11/30/2020	9,450.00		9,450.00			7,686.00	252.00		7,938.00	1,512.00	0.42	-251.58
Security System for Austin Branch	6/23/2014	180	2,817	11/30/2020	3,050.60		3,050.60			1,513.76	15.84		1,529.60	1,521.00	0.54	-15.30
John's Little John's Interior	5/1/2019	180	555	11/30/2020	1,840.25		1,840.25			218.50	11.50		230.00	1,610.25	2.90	-8.60
Austin Branch LHI	6/1/2013	180	3	11/30/2020	3,653.44		3,653.44			2,017.35	17.96		2,035.31	1,618.13	559.89	541.93
DE Webworks - Website design	4/1/2018	60	495	11/30/2020	10,634.75		10,634.75			8,649.54	283.59		8,933.13	1,701.62	3.44	-280.15
M. Mendenhall Int. - Furniture for 4th floor	12/1/2018	84	646	11/30/2020	2,665.00		2,665.00			920.15	31.73		951.88	1,713.12	2.65	-29.08
Salesforce Setup	9/1/2018	60	652	11/30/2020	10,762.50		10,762.50			8,753.50	287.00		9,040.50	1,722.00	2.64	-284.36
McCoy-Rockford - Office Furniture	9/1/2019	84	724	11/30/2020	2,462.80		2,462.80			659.70	43.98		703.68	1,759.12	2.43	-41.55
8x10 Abstract rug from Nepal - 5th floor	2/1/2016	84	561	11/30/2020	5,089.32		5,089.32			3,211.25	60.59		3,271.84	1,817.48	3.24	-57.35
M. Mendenhall Int. - Build of banquettes	10/30/2015	84	455	11/30/2020	8,540.93		8,540.93			6,609.16	101.68		6,710.84	1,830.09	4.02	-97.66
New Ops Printer	5/23/2019		21	11/30/2020	2,330.19		2,330.19			395.39	20.81		416.20	1,913.99	92.63	71.82
Austin Branch LHI	6/30/2013	180	495	11/30/2020	4,344.80		4,344.80			2,399.11	21.36		2,420.47	1,924.33	3.89	-17.47
Salesforce Setup	2/1/2019	60	67	11/30/2020	3,500.00		3,500.00			1,400.08	63.64		1,463.72	2,036.28	30.40	-33.24
Austin Branch LHI	6/1/2013	180	609	11/30/2020	4,714.31		4,714.31			2,603.31	23.18		2,626.49	2,087.82	3.43	-19.75
FBX Elite lateral Files	12/11/2015	84	406	11/30/2020	10,083.08		10,083.08			7,802.54	120.04		7,922.58	2,160.50	5.32	-114.72
Cat 5E Plenium Data Wire Runs (42.5)	7/10/2014	180	570	11/30/2020	4,370.59		4,370.59			2,168.65	22.69		2,191.34	2,179.25	3.82	-18.87
Salesforce Setup	8/1/2019	60	24	11/30/2020	7,000.00		7,000.00			4,480.00	280.00		4,760.00	2,240.00	92.62	-187.38
Austin Branch LHI	8/7/2013	180	42	11/30/2020	5,061.69		5,061.69			2,795.06	24.89		2,819.95	2,241.74	53.04	28.15
Salesforce Setup	2/1/2019	60	32	11/30/2020	3,875.00		3,875.00			1,549.90	70.45		1,620.35	2,254.65	70.01	-0.44
4th Floor Remodel	2/1/2019	180	0	11/30/2020	2,778.14		2,778.14			277.86	12.63		290.49	2,487.65	0	-12.63
FBX Elite Mesh Black Chairs - 33	1/18/2016	84	0	11/30/2020	7,205.89		7,205.89			4,546.37	85.78		4,632.15	2,573.74	0.00	-85.78
McCoy Custom File-Tops	3/23/2016	180	0	11/30/2020	4,304.58		4,304.58			1,627.49	27.62		1,655.11	2,649.47	0.00	-27.62
FBX Elite Furniture	3/7/2016	84	0	11/30/2020	8,210.05		8,210.05			5,180.21	97.74		5,277.95	2,932.10	0.00	-97.74
Furninshings for Dallas Office	4/30/2014	84	0	11/30/2020	75,322.00		75,322.00			71,395.16	559.89		71,955.05	3,366.95	0.00	-559.89
Dell Optiplex	7/1/2019	60	0	11/30/2020	8,919.14		8,919.14			5,054.10	297.30		5,351.40	3,567.74	0.00	-297.30
4th Floor Remodel	2/12/2019	180	177	11/30/2020	4,140.42		4,140.42			414.04	18.82		432.86	3,707.56	20.99	2.17
P. Mend Exp Report - TVs Conf Room	11/8/2018	84	269	11/30/2020	5,856.24		5,856.24			2,021.86	69.72		2,091.58	3,764.66	13.99	-55.73
Website Design	3/31/2019	60	249	11/30/2020	6,800.00		6,800.00			2,856.00	136.00		2,992.00	3,808.00	15.31	-120.69
M. Mendenhall Interiors - Painting	12/1/2018	180	0	11/30/2020	5,151.93		5,151.93			1,195.77	40.79		1,236.56	3,915.37	0.00	-40.79
Artwork 4th Floor	1/31/2019		0	11/30/2020	4,585.47		4,585.47			0.00			0.00	4,585.47	0.00	0.00
FBX Elite Furniture	1/1/2016	84	0	11/30/2020	13,287.49		13,287.49			8,383.57	158.18		8,541.75	4,745.74	0.00	-158.18
Artwork 4th Floor	3/19/2019		0	11/30/2020	4,950.00		4,950.00			0.00			0.00	4,950.00	0.00	0.00
P. Mend Exp Report - Conf Table	11/12/2018	84	0	11/30/2020	8,001.26		8,001.26			2,762.27	95.25		2,857.52	5,143.74	0.00	-95.25
Texas Photographics	9/5/2019	180	0	11/30/2020	6,484.39		6,484.39			1,215.75	81.05		1,296.80	5,187.59	0.00	-81.05
McCoy Rockford - New furniture Masterson	2/22/2016	84	0	11/30/2020	15,080.30		15,080.30			9,515.07	179.53		9,694.60	5,385.70	0.00	-179.53
Red Brick Build Out	6/25/2014	84	678	11/30/2020	76,273.49		76,273.49			69,917.47	908.02		70,825.49	5,448.00	8.04	-899.98
Salesforce Setup	4/1/2019	60	664	11/30/2020	11,375.00		11,375.00			5,055.60	252.78		5,308.38	6,066.62	9.13	-243.65
Medical Center Office Expenses	6/29/2016	84	971	11/30/2020	17,187.26		17,187.26			10,844.33	204.61		11,048.94	6,138.32	6.32	-198.29
Artwork 4th Floor	1/31/2019		645	11/30/2020	6,256.85		6,256.85			0.00			0.00	6,256.85	9.70	9.70
Turnage Holds - Office Chairs	11/23/2018	84	3,351	11/30/2020	9,904.88		9,904.88			3,419.66	117.92		3,537.58	6,367.30	1.90	-116.02
Furniture for 4th floor Conf Room	12/31/2018	84	1,198	11/30/2020	10,623.00		10,623.00			3,667.37	126.46		3,793.83	6,829.17	5.70	-120.76
Arch-Con	2/28/2017	180	8,341	11/30/2020	10,000.00		10,000.00			3,088.74	71.25		3,159.99	6,840.01	0.82	-70.43
10 New Computers	3/31/2019	60	263	11/30/2020	13,323.51		13,323.51			5,595.87	266.47		5,862.34	7,461.17	28.38	-238.09
FBX Elite 60% of remianing balance	11/19/2015	84	844	11/30/2020	37,954.87		37,954.87			29,369.67	451.84		29,821.51	8,133.36	9.64	-442.20
Conf Table 4th floor	1/8/2019		819	11/30/2020	9,666.25		9,666.25			1,323.42	57.54		1,380.96	8,285.29	10.12	-47.42
Artwork	8/1/2019	84	360	11/30/2020	8,389.38		8,389.38			0.00			0.00	8,389.38	23.31	23.31
Artwork	9/1/2019	84	2,173	11/30/2020	8,389.38		8,389.38			0.00			0.00	8,389.38	3.86	3.86
Artwork	10/1/2019	84	9,322	11/30/2020	8,389.38		8,389.38			0.00			0.00	8,389.38	0.90	0.90
Artwork	11/20/2019	84	2,724	11/30/2020	8,389.38		8,389.38			0.00			0.00	8,389.38	3.08	3.08
McCoy Rockford - Installation of new furniture	8/26/2015	84	3,242	11/30/2020	59,918.50		59,918.50			46,365.72	713.32		47,079.04	12,839.46	3.96	-709.36
Relative Sound Systems	1/31/2016	180	3,025	11/30/2020	21,527.80		21,527.80			8,139.45	138.14		8,277.59	13,250.21	4.38	-133.76
McCoy Rockford - New furniture	3/8/2016	84	14,913	11/30/2020	38,831.82		38,831.82			24,500.86	462.28		24,963.14	13,868.68	0.93	-461.35
FBX Elite 60% Deposit	8/25/2015	84	8,825	11/30/2020	94,724.79		94,724.79			73,299.13	1,127.68		74,426.81	20,297.98	2.30	-1,125.38
Arch-Con Final Pmt	8/18/2016	180	0	11/30/2020	40,000.00		40,000.00			15,123.45	256.67		15,380.12	24,619.88	0.00	-256.67
Steelcase Financed Furniture	12/1/2015	84	0	11/30/2020	138,081.17		138,081.17			106,848.36	1,643.82		108,492.18	29,588.99	0.00	-1,643.82

Hardman Signs - Outdoor Sign Deposit	12/15/2015	180	0	11/30/2020	55,112.78	55,112.78	24,267.63	318.28	24,585.91	30,526.87	0.00	-318.28
Hardman Signs - Outdoor Sign Remainder	1/31/2016	180	0	11/30/2020	55,112.78	55,112.78	20,837.24	353.64	21,190.88	33,921.90	0.00	-353.64
Medical Center Buildout	6/29/2016	180	4,406	11/30/2020	74,383.14	74,383.14	28,123.03	477.29	28,600.32	45,782.82	10.39	-466.90
Artwork 4th Floor	1/31/2019		17,434	11/30/2020	119,075.00	119,075.00	0.00		0.00	119,075.00	6.83	6.83
4th Floor Remodel	10/1/2018	180	27,092	11/30/2020	243,475.11	243,475.11	56,506.49	1,927.51	58,434.00	185,041.11	6.83	-1,920.68
Remaining Buildout	5/31/2016	180	31,341	11/30/2020	302,973.44	302,973.44	114,549.27	1,944.08	116,493.35	186,480.09	5.95	-1,938.13