

Interactive Brokers Group, Inc.

Form 10-Q

November 09, 2016

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2016

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

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For the transition period from _____ to _____

Commission File Number: 001-33440

INTERACTIVE BROKERS GROUP, INC.

(Exact name of registrant as specified in its charter)

Delaware	30-0390693
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

One Pickwick Plaza

Greenwich, Connecticut 06830

(Address of principal executive office)

(203) 618-5800

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer" and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer	Accelerated filer	Non-accelerated filer	Smaller reporting company
		(Do not check if a smaller reporting company)	

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes No

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As of November 9, 2016, there were 67,982,963 shares of the issuer's Class A common stock, par value \$0.01 per share, outstanding and 100 shares of the issuer's Class B common stock, par value \$0.01 per share, outstanding.

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QUARTERLY REPORT ON FORM 10 Q FOR THE QUARTER ENDED SEPTEMBER 30, 2016

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PART 1. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS (Unaudited)

Interactive Brokers Group, Inc. and Subsidiaries

Condensed Consolidated Statements of Financial Condition

(Unaudited)

(in millions, except share amounts)	September 30, 2016	December 31, 2015
Assets		
Cash and cash equivalents	\$ 1,550	\$ 1,601
Cash and securities - segregated for regulatory purposes	25,250	21,309
Securities borrowed	4,785	3,924
Securities purchased under agreements to resell	148	195
Financial instruments owned, at fair value:		
Financial instruments owned	2,228	1,987
Financial instruments owned and pledged as collateral	1,595	1,433
Total financial instruments owned, at fair value	3,823	3,420
Receivables:		
Customers, less allowance for doubtful accounts of \$102 and \$130 as of September 30, 2016 and December 31, 2015	18,223	17,050
Brokers, dealers and clearing organizations	764	692
Interest	66	63
Total receivables	19,053	17,805
Other assets	455	480
Total assets	\$ 55,064	\$ 48,734
Liabilities and equity		
Short-term borrowings	\$ 24	\$ —
Securities loaned	3,617	2,894

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Financial instruments sold, but not yet purchased, at fair value	2,459	2,617
Payables:		
Customers	42,486	37,084
Brokers, dealers and clearing organizations	210	423
Affiliate	285	291
Accounts payable, accrued expenses and other liabilities	109	78