

Phillip Capital, Inc.
SEC Rule 606 Report - Disclosure of Order Routing
2nd Quarter 2017

In accordance with U.S. Securities and Exchange Commission (SEC) Rule 606, Phillip Capital, Inc. (the Firm) is publishing statistical information about our routing practices for non-directed orders in U.S. exchange-listed equity securities and options.

This report is divided into four sections: one for securities listed on the New York Stock Exchange LLC and reported as Network A-eligible securities; one for securities listed on The Nasdaq Stock Market LLC; one for securities listed on the NYSE MKT, LLC or regional exchanges and reported as Network B-eligible securities; and one for exchange-listed options. For each section, this report identifies the venues most often selected by the Firm, sets forth the percentage of various types of orders routed to the venues, and discusses the material aspects of the Firm's relationship with the venues.

Network A Securities - New York Stock Exchange

| Non-Directed Orders as a Percentage of Total Customer Orders | | | | 100% | |
|--|--|--------|--------|--------|--------|
| Percentage of Non-Directed Customer Orders That Were | | Market | Limit | Other | |
| | | | | 0.0% | 99.2% |
| Percentage of Orders Routed to Significant Venues | | Total | Market | Limit | Other |
| Citadel Execution Services | | 100.0% | 100.0% | 100.0% | 100.0% |
| n/a | | 0.0% | 0.0% | 0.0% | 0.0% |

Network C Securities - Nasdaq Securities

| Non-Directed Orders as a Percentage of Total Customer Orders | | | | 100% | |
|--|--|--------|--------|--------|--------|
| Percentage of Non-Directed Customer Orders That Were | | Market | Limit | Other | |
| | | | | 0.2% | 95.5% |
| Percentage of Orders Routed to Significant Venues | | Total | Market | Limit | Other |
| Citadel Execution Services | | 100.0% | 100.0% | 100.0% | 100.0% |
| n/a | | 0.0% | 0.0% | 0.0% | 0.0% |

Network B Securities - NYSE MKT, LLC and Regional Exchanges

| Non-Directed Orders as a Percentage of Total Customer Orders | | | | 100% | |
|--|--|--------|--------|--------|--------|
| Percentage of Non-Directed Customer Orders That Were | | Market | Limit | Other | |
| | | | | 0.0% | 98.4% |
| Percentage of Orders Routed to Significant Venues | | Total | Market | Limit | Other |
| Citadel Execution Services | | 100.0% | 100.0% | 100.0% | 100.0% |
| n/a | | 0.0% | 0.0% | 0.0% | 0.0% |

Exchange-Listed Options

| Non-Directed Orders as a Percentage of Total Customer Orders | | | | 0% | |
|--|--|--------|--------|-------|-------|
| Percentage of Non-Directed Customer Orders That Were | | Market | Limit | Other | |
| | | | | 0.0% | 0.0% |
| Percentage of Orders Routed to Significant Venues | | Total | Market | Limit | Other |
| n/a | | 0.0% | 0.0% | 0.0% | 0.0% |

Notes regarding the Data

You should note that, consistent with the requirements of Rule 606, the statistics above may capture only a portion of the Firm's order flow. This report is intended only to provide an overview of the Firm's order routing practices. Accordingly, the data is not a reliable basis upon which to assess whether the Firm or any trading venue to which the Firm routes orders has satisfied its best execution obligation.

Further, while we have taken care in preparing the data presented in this report, the data has not been audited and may contain errors. Any decision about whether to open an account or direct orders to the Firm should not be based solely on the information presented in this report, but on a broader evaluation of the full range of services and products we offer.

Notes regarding Conflicts of Interest relating to Market Centers Most Often Selected by the Firm

none

Note regarding Payment for Order Flow Practices

The Firm, in its efforts to seek best execution, may route client orders to national securities exchanges, alternative trading systems (ATSs), including electronic communications networks (ECNs) and other market centers. The Firm may accept payments for order flow. Further information about the source and nature of payment for order flow received by the Firm will be provided upon your written request.