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SECURITIES AND EXCHANGE COMMISSION
BOSTON REGIONAL OFFICE



17018190

ANNUAL AUDITED REPORT
FORM X-17A-5
PART III

OMB APPROVAL	
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8- 21836

FACING PAGE
Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 01/01/16 AND ENDING 12/31/16
MM/DD/YYYY MM/DD/YYYY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: MHA FINANCIAL CORPORATION

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPLE PLACE OF BUSINESS: (Do not use P.O. Box No.)
4 PHEASANT HILL STREET

(No. and Street)

WESTWOOD MA 02090
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
C. WILLIAM HOILMAN 781-769-8066
(Area Code - Telephone Number)

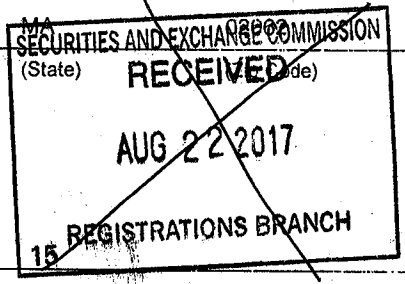
B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

LARRY D. LIBERFARB, P.C.

(Name - if individual, state first, last, middle name)

11 VANDERBILT AVENUE SUITE 220 NORWOOD
(Address) (City)



CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its properties

FOR OFFICAL USE ONLY

*Claims for exemption from the requirements that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17-a-8(e)(2)

SEC 1410 (05-01) Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

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OATH OR AFFIRMATION

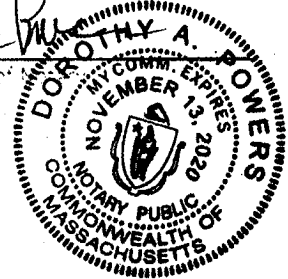
I, C. WILLIAM HOILMAN, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of MHA FINANCIAL CORPORATION, as of DECEMBER 31, 20 16, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principle officer or director has any proprietary interest in any account classified solely as that of A customer, except as follows:

Charles Hoilman
Signature

On this 21st day of Feb., 20 17
before me, the undersigned Notary Public, personally appeared Charles Hoilman (name of document signer) proved to me through satisfactory evidence of identification, which were MA license, to be the person whose name is signed on the preceding or attached document in my presence.

Dorothy A. Powers
Notary Public

Dorothy A. Powers
Official Signature and Seal



This report** contains (check all applicable boxes):

- (a) Facing page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or control requirements Under Rule 15c2-3.
- (j) A Reconciliation. Including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

** For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

MHA FINANCIAL CORPORATION

FINANCIAL STATEMENTS

DECEMBER 31, 2016

LARRY D. LIBERFARB, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND FINANCIAL ADVISORS

11 Vanderbilt Avenue, Suite 220, Norwood, Massachusetts 02062
Tel. (781) 255-8800 Fax (781) 255-9217
E-Mail: Info@Liberfarb.com

Report of Independent Registered Public Accounting Firm

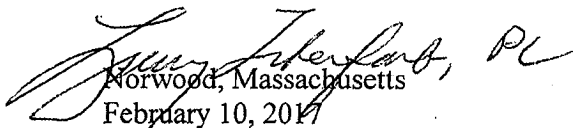
To the Board of Directors and Shareholder
of MHA Financial Corporation

We have audited the accompanying statement of financial condition of MHA Financial Corporation as of December 31, 2016, and the related statements of income, changes in shareholder's equity, and cash flows for the year then ended. These financial statements are the responsibility of MHA Financial Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of MHA Financial Corporation as of December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The computation of net capital has been subjected to audit procedures performed in conjunction with the audit of MHA Financial Corporation's financial statements. The supplemental information is the responsibility of MHA Financial Corporation's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion of the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the computation of net capital is fairly stated, in all material respects, in relation to the financial statements as a whole.


Norwood, Massachusetts
February 10, 2017

MHA FINANCIAL CORPORATION
STATEMENT OF FINANCIAL CONDITION

31-Dec-16

ASSETS

Cash	\$ 232,612
Receivables from broker-dealers and clearing organizations	25,038
Receivables from non-customers	37,974
Other assets	<u>-</u>
	<u>\$ 295,624</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Liabilities:	
Accounts payable, accrued expenses and other liabilities	\$ 43,911
Stockholder's equity:	
Common stock, no par value, authorized 12,500 shares, 140 shares issued and outstanding	7,000
Additional paid-in capital	55,000
Retained earnings	<u>189,713</u>
Total stockholder's equity	<u>251,713</u>
	<u>\$ 295,624</u>

The accompanying notes are an integral part of these financial statements.

MHA FINANCIAL CORPORATION

STATEMENT OF INCOME

For the Year Ended December 31, 2016

Revenues:	
Commissions	\$ 43,278
Advisory fees	124,296
Mutual Fund and 12b-1 Fees	267,411
Interest and dividends	66
Other income	117,218
	<u>552,269</u>
Expenses:	
Employee compensation and benefits	547,406
Communications and data processing	5,006
Occupancy	21,416
Other expenses	127,759
	<u>701,587</u>
Net loss	<u>\$ (149,318)</u>

The accompanying notes are an integral part of these financial statements.

MHA FINANCIAL CORPORATION
STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
For the Year Ended December 31, 2016

	Common Stock	Additional Paid-In Capital	Retained Earnings	Total
Balance at January 1, 2016	\$ 7,000	\$ 55,000	\$ 439,031	\$ 501,031
Net Loss			(149,318)	(149,318)
Distribution to Shareholder			(100,000)	(100,000)
Balance at December 31, 2016	<u>\$ 7,000</u>	<u>\$ 55,000</u>	<u>\$ 189,713</u>	<u>\$ 251,713</u>

The accompanying notes are an integral part of these financial statements.

MHA FINANCIAL CORPORATION

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2016

Cash Flows From Operating Activities:	
Net loss	\$ (149,318)
Adjustments to reconcile net income to net cash from operating activities:	
(Increase) decrease in operating assets:	
Decrease in receivable from broker-dealers and clearing organizations	909
Decrease in receivables from non-customers	71,009
Decrease in other assets	109,149
(Decrease) increase in operating liabilities:	
Decrease in accounts payable, and accrued expenses	<u>(58,168)</u>
Net cash from operating activities	(26,419)
Cash Flows From Investing Activities	
None	-
Cash Flows From Financing Activities	
Distributions to shareholder	(100,000)
Decrease in cash	<u>(126,419)</u>
Cash at beginning of the year	<u>\$ 359,031</u>
Cash at end of the year	<u>\$ 232,612</u>
Supplemental cash flow disclosures:	
Interest payments	\$ -
Income tax payments	\$ 1,000

The accompanying notes are an integral part of these financial statements.

MHA FINANCIAL CORPORATION
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Business

The Company is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority, Inc. (FINRA).

Securities Transactions

Customers' securities transactions are recorded on a settlement date basis. The related commission income and expenses are also recorded on the settlement date basis.

Income Taxes

The Company operates as an S Corporation. As such, the Corporation's income or loss and credits are passed through to the stockholder, and reported on his individual income tax returns.

Statement of Cash Flows

For purposes of the Statement of Cash Flows, the Company has defined cash equivalents as highly liquid investments, with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from these estimates.

MHA FINANCIAL CORPORATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

DECEMBER 31, 2016

NOTE 2 - NET CAPITAL

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital, and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At December 31, 2016 the Company had net capital of \$241,916 which was \$191,916 in excess of its required net capital of \$50,000. The Company's net capital ratio was .1762 to 1.

NOTE 3 - RELATED PARTY TRANSACTIONS

The Company rents office space and equipment from its sole shareholder. The rent charged was \$18,000 for the fiscal year ending December 31, 2016. Because this is a related entity, operating results could vary significantly from those that would be obtained if this entity was autonomous.

NOTE 4 - CONCENTRATIONS OF CREDIT RISK

The Company is engaged in various trading and brokerage activities whose counterparties include the general public. In the event counterparties do not fulfill their obligations the Company may be exposed to risk. The risk of default depends on the credit worthiness of the counterparty or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty with which it conducts business.

The Company at times maintains cash in bank accounts in excess of the established limit insured by the Federal Deposit Insurance Corporation (FDIC).

NOTE 5 - EMPLOYEE BENEFITS

The Company has a SARSEP plan for all employees. Employees at their discretion may contribute up to 25% of their compensation to the plan. For the year ended December 31, 2016 nothing was contributed on behalf of employees.

NOTE 6 - FAIR VALUE

FASB 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.

MHA FINANCIAL CORPORATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

DECEMBER 31, 2016

NOTE 6 – FAIR VALUE (Continued)

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad 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 assumption about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data.)

A qualifying asset or liabilities level within the framework is based upon the lowest level of any input that is significant to the fair value measurement. The Company's qualifying assets or liabilities are recorded at fair value using Level 1 inputs.

NOTE 7 – ARBITRATION

During 2016, a former customer filed a statement of claim, naming the company as respondent. The arbitration action is based on the alleged mismanagement of claimant's portfolio by a former registered representative. Claimant alleges that the company recommended that she invest at least \$200,000 in high-risk, unsuitable investments between November 2009 and May 2010. The company believes that this claim is unsubstantiated, baseless and past the six year statute of limitations, thus the company is vigorously defending this claim and does not anticipate any liability for such claim.

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 10, 2017, the date on which the financial statements were available to be issued.

MHA FINANCIAL CORPORATION

SUPPLEMENTARY SCHEDULES

DECEMBER 31, 2016

SCHEDULE I

MHA FINANCIAL CORPORATION

**COMPUTATION OF AGGREGATE INDEBTEDNESS AND NET CAPITAL
PURSUANT TO RULE 15c3-1**

31-Dec-16

AGGREGATE INDEBTEDNESS:

Accounts payable and accrued expenses	<u>\$ 43,911</u>
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NET CAPITAL:

Common stock	\$ 7,000
Additional paid-in capital	55,000
Retained earnings	<u>189,713</u>
	<u>\$ 251,713</u>

ADJUSTMENTS TO NET CAPITAL:

Other assets	0
Non-allowable receivables	(8,874)
Haircuts and undue concentration	<u>(923)</u>
Net Capital, as defined	<u>\$ 241,916</u>

NET CAPITAL REQUIREMENT	<u>50,000</u>
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NET CAPITAL IN EXCESS OF REQUIREMENT	<u>\$ 191,916</u>
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RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL	.1762 to 1
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Reconciliation with Company's computation of net capital:

Net capital as reported in Company's Part IIA (unaudited)	
FOCUS Report	\$ 253,818
Net audit adjustments	(11,902)
Increase in non-allowables and haircuts	-
Net capital per above	<u>\$ 241,916</u>

There were no material differences between the above computation of net capital and the corresponding computation submitted by the Company with the unaudited X-17A-5 as of December 31, 2016.

See Report of Independent Registered Public Accounting Firm

SCHEDULE II

MHA FINANCIAL CORPORATION

**COMPUTATION FOR DETERMINATION OF
RESERVE REQUIREMENTS FOR BROKER/DEALERS UNDER
RULE 15c3-3 OF THE SECURITIES EXCHANGE ACT OF 1934**

DECEMBER 31, 2016

MHA Financial Corporation is exempt from the reserve requirements of Rule 15c3-3 as its transactions are limited, such that they do not handle customer funds or securities, accordingly, the computation for determination of reserve requirements pursuant to Rule 15c3-3 and information relating to the possession or control requirement pursuant to Rule 15c3-3 are not applicable.

LARRY D. LIBERFARB, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND FINANCIAL ADVISORS

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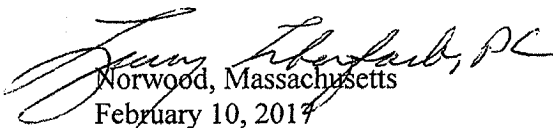
Report of Independent Registered Public Accounting Firm

To the Board of Directors and Shareholder of
MHA Financial Corporation

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) MHA Financial Corporation identified the following provisions of 17 C.F.R. 15c3-3(k) under which MHA Financial Corporation claimed an exemption from 17 C.F.R. 240.15c3-3(k)(2)(ii) (the "exemption provisions") and (2) MHA Financial Corporation stated that MHA Financial Corporation met the identified exemption provisions throughout the most recent fiscal year without exception. MHA Financial Corporation's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about MHA Financial Corporation's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

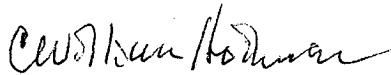
Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.


Norwood, Massachusetts
February 10, 2017

MHA FINANCIAL CORPORATION
EXEMPTION REPORT
REQUIREMENT FOR BROKER/DEALERS UNDER
RULE 17a-5 OF THE SECURITIES EXCHANGE ACT OF 1934

DECEMBER 31, 2016

MHA Financial Corp is exempt from the reserve and possession or control requirements under Rule 15c3-3(k)(2)(ii) of the Securities Exchange Act of 1934. The Company was compliant with Rule 15c3-3(k)(2)(ii) as it did not carry any customer funds or securities throughout the calendar year ending December 31, 2016.



C. William Hoilman, President