

DORMAN TRADING, LLC

**STATEMENT OF FINANCIAL CONDITION
AND SUPPLEMENTARY SCHEDULES**

PURSUANT TO REGULATION 1.10 UNDER
THE COMMODITY EXCHANGE ACT

December 31, 2020

AVAILABLE FOR PUBLIC INSPECTION

CFTC FORM 1-FR-FCM [0005]

OMB NO. 3038-0024

NAME OF COMPANY DORMAN TRADING, LLC	EMPLOYER ID NO: 36-3993338	NFA ID NO: 0002569
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: 141 W. Jackson Blvd. Suite 1900 Chicago, IL 60604 [0050]	PERSON TO CONTACT CONCERNING THIS REPORT: Robert Sheeren [0040] TELEPHONE NO: (312) 341-7070 [0060]	

- Report for the period beginning **01/01/20** [0070] and ending **12/31/20** [0080]
- Type of report [0090] Certified Regular quarterly/semiannual Monthly 1.12 (b)
 Special call by: _____ Other - Identify: _____
- Check whether [0095] Initial filing Amended filing
- Name of FCM's Designated Self-Regulatory Organization: **CME Group Inc.** [0100]
- Name(s) of consolidated subsidiaries and affiliated companies:

Name	Percentage Ownership	Line of Business
_____ [0110]	_____ [0120]	_____ [0130]
_____ [0140]	_____ [0150]	_____ [0160]
_____ [0170]	_____ [0180]	_____ [0190]
_____ [0200]	_____ [0210]	_____ [0220]
_____ [0230]	_____ [0240]	_____ [0250]

The futures commission merchant, or applicant for registration therefore, submitting this Form and its attachments and the person whose signature appears below represent that, to the best of their knowledge, all information contained therein is true, correct and complete. It is understood that all required item, statements and schedules are integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted. It is further understood that any intentional misstatements or omissions of facts constitute Federal Criminal Violations (see 18 U.S.C. 1001).

Signed this 24th day of February, 2021

Manual signature *Robert Sheeren*

Type or print name Robert Sheeren

Chief Executive Officer Chief Financial Officer Corporate Title _____
 General Partner Sole Proprietor



RYAN & JURASKA LLP

Certified Public Accountants

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Chicago, Illinois 60604

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Members
of Dorman Trading, LLC

Opinion on the Financial Statement

We have audited the accompanying statement of financial condition of Dorman Trading, LLC (the "Company") as of December 31, 2020 that you are filing pursuant to Regulation 1.10 under the Commodity Exchange Act, and the related notes and supplementary schedules (collectively referred to as the financial statement). In our opinion, the statement of financial condition presents fairly, in all material respects, the financial position of Dorman Trading, LLC as of December 31, 2020 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

This financial statement is the responsibility of Dorman Trading, LLC's management. Our responsibility is to express an opinion on the Company's financial statement based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to Dorman Trading, LLC in accordance with U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission, the Commodity Futures Trading Commission ("CFTC"), and the PCAOB. We have served as Dorman Trading, LLC's auditor since 1999.

We conducted our audit in accordance with the standards of the PCAOB and the auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statement, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that our audit provides a reasonable basis for our opinion.

Supplemental Information

The information in Supplementary Schedules ("the supplemental information") has been subjected to audit procedures performed in conjunction with the audit of Dorman Trading, LLC's financial statement. The supplemental information is the responsibility of the Company's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statement 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 on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with Regulation 1.10 of the Commodity Exchange Act. In our opinion, the Supplementary Schedules are fairly stated, in all material respects, in relation to the financial statement as a whole.

Ryan & Juraska LLP

Chicago, Illinois
February 23, 2021

DORMAN TRADING, LLC

Statement of Financial Condition

December 31, 2020

Assets

Cash	\$	1,404,874
Cash segregated under federal and other regulations		59,809,237
Securities owned, at fair value		8,025,577
Marketable Securities - customer segregated		79,887,378
Receivables from:		
Broker-dealers and futures commission merchants		34,047,889
Clearing Organization		1,029,440
Customers		49,015
Deposits with clearing organizations		74,687,852
Secured demand notes		215,000
Exchange memberships and stock, at cost (fair value \$2,616,935)		1,898,164
Dividends and interest receivable and other assets		384,910
		<hr/>
Total assets	\$	<u><u>261,439,336</u></u>

Liabilities and Members' Equity

Liabilities:

Payables to:

Customers	\$	237,376,425
Noncustomers		52,809
Redemption payable to former member		273,109
Bank Loan		386,500
Deferred rent		231,331
Accounts payable and accrued expenses		4,503,380
		<hr/>
Total liabilities		<u>242,823,554</u>

Liabilities subordinated to claims of general creditors		<hr/> <u>257,500</u>
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Members' equity		<hr/> <u>18,358,282</u>
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Total liabilities and members' equity	\$	<u><u>261,439,336</u></u>
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DORMAN TRADING, LLC

Notes to Statement of Financial Condition

December 31, 2020

1. Organization and Business

Dorman Trading, LLC (the "Company") is a limited liability company that was formed January 11, 1995. The Company is registered as a Futures Commission Merchant ("FCM") with the Commodity Futures Trading Commission ("CFTC") and is a member of the National Futures Association. The Company is a clearing member of the Chicago Board of Trade, the Chicago Mercantile Exchange, the New York Mercantile Exchange, the Commodity Exchange, Inc., ICE Clear U.S, and ICE Futures U.S. The Company provides execution and clearing services for professional traders, institutional clients, and individual investors.

Effective June 1, 1995 the Company succeeded substantially all of the assets and liabilities of Dorman Trading Company, which had been a futures commission merchant and a Chicago Board of Trade clearing member since 1980.

2. Summary of Significant Accounting Policies

Revenue Recognition

Futures and futures options transactions and the related commission revenue and expenses are recorded on trade date.

The Company recognizes revenue in accordance with Financial Accounting Standards Board Accounting Standards Codification ("FASB ASC") Topic 606, Revenue from Contracts with Customers. The recognition and revenue is based on the assessment of individual contract terms. Significant judgement is required to determine whether performance obligations are satisfied at a point in time or over time. The Company buys and sells futures and options on behalf of 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 company believes that the performance obligation is satisfied on the trade date because that is when the underlying financial instrument or purchaser is identified, as well as pricing, and the risk of ownership transferred to/from the customer.

Income Taxes

The Company elected to be taxed as a corporation which is taxed separately from its members.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

2. Summary of Significant Accounting Policies, continued

The Company recognizes and measures its unrecognized tax benefits in accordance with FASB ASC 740, *Income Taxes*. Under that guidance the Company assesses the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. The measurement of unrecognized tax benefits is adjusted when new information is available, or when an event occurs that requires a change. Management believes the impact of FASB ASC 740 will have no material impact on its financial statement.

Management has reviewed the Company's tax positions for the open tax years (current and prior three tax years) and concluded no additional provision for income tax is required in the Company's financial statement. The listed open tax years remain subject to examination by tax authorities. The Company included its provision for income taxes in the statement of operations.

Securities and Derivatives Valuation

Securities and Derivatives are recorded at fair value in accordance with FASB ASC 820, *Fair Value Measurements and Disclosure* (see note 11).

Use of Estimates

The preparation of this financial statement in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statement and the accompanying notes. Management determines that the estimates utilized in preparing its financial statement are reasonable and prudent. Actual results could differ from these estimates.

Exchange Memberships and Trading Rights

The Company's exchange memberships and trading rights, which represent ownership in the exchanges and provide the Company with the right to conduct business on the exchanges, are reflected in the statement of financial condition at cost. Accounting principles generally accepted in the United States require that such memberships be recorded at cost, or, if a permanent impairment in value has occurred, at a value that reflects management's estimate of the fair value. In the opinion of management, no permanent impairment has occurred during the year.

Translation of Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated to U.S. dollars at year-end exchange rates, while revenue and expenses are translated to U.S. dollars at prevailing rates during the year. Net gains or losses resulting from foreign currency translations are included in trading losses in the statement of operations.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

3. Segregated Assets

At December 31, 2020, assets segregated or held in separate accounts under Federal regulations included in the statement of financial condition are as follows:

Segregated for customers trading on U.S. futures exchanges (Schedule 3):	
Cash	\$ 56,570,657
Marketable Securities	79,887,378
Deposits with clearing organizations	69,997,852
Receivable from clearing organizations, net	1,027,020
Receivables from broker-dealers and futures commission merchants	10,669,040
	<u>\$ 218,151,947</u>
Held in separate accounts for foreign futures and foreign options customers (Schedule 6):	
Cash	\$ 3,238,580
Receivables from broker-dealers and futures commission merchants	23,378,849
	<u>\$ 26,617,429</u>

Customers' funds, regulated under the Commodity Exchange Act, as amended (the "CEAct"), are required to be segregated from the funds of the Company and its employees. Customers' segregated funds and equities in customers' regulated trading accounts, as shown in the statement of financial condition, do not reflect the market value of options positions owned by customers and securities owned by customers and held by the Company as collateral or as margin.

At December 31, 2020, the market value of net customers' options positions totaled approximately (\$940,000). The market value of securities and warehouse receipts owned by customers and held by the Company totaled approximately \$7.1 million and \$3.3 million respectively. The amounts are in U.S. Treasury securities and spot commodities, respectively. Interest on customer owned securities accrues to the benefit of the customers.

4. Deposits with Clearing Organizations

At December 31, 2020, deposits with clearing organizations consisted of cash margins totaling \$50,202,507, U.S. Government Securities totaling \$19,995,345, and cash guarantee deposits totaling \$4,490,000.

There are also U.S. Government Securities held for collateral that are deposited with clearing organizations and utilized as a security deposit of the Company in the amount of \$259,802.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

5. Liabilities Subordinated to Claims of General Creditors

At December 31, 2020, the borrowings under subordination agreements consist of the following:

	<u>Amount</u>
Secured demand notes, non-interest bearing, due October 1, 2022	\$ 125,000
Secured demand notes, non-interest bearing, due January 1, 2023	<u>90,000</u>
	<u>215,000</u>
Subordinated notes, 9 percent, due October 1, 2022	42,500
	<u>\$ 257,500</u>

Pursuant to the terms of each agreement, each note is renewed for one year upon maturity, unless notified otherwise in advance by the note holder. Notification by the note holder not to renew must be made thirteen months in advance of a maturity date.

All of the borrowings are from the Company's member and are pursuant to subordinated loan agreements and secured demand loans. The \$215,000 of secured demand loans are collateralized by U.S. Government Securities valued at \$259,802 on December 31, 2020.

The subordinated borrowings are covered by agreements approved by the Chicago Mercantile Exchange and are thus available in computing net capital under the CEAct. To the extent that such borrowings are required for the Company's continued compliance with minimum net capital requirements, they may not be repaid.

6. Related party transactions

The Company has subordinated loan agreements and secured demand notes due to a member and related persons of the Company. Terms of these agreements are described in Note 5.

Certain exchange memberships owned by members and related persons of the Company, having an aggregate fair market value of approximately \$613,200 are registered for the use of the Company.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

7. Guarantees

FASB ASC 460, *Guarantees*, requires the Company to disclose information about its obligations under certain guarantee arrangements. FASB ASC 460, *Guarantees*, defines guarantees as contracts and indemnification agreements that contingently require a guarantor to make payments to the guaranteed party based on changes in underlying (such as an interest or foreign exchange rate, security or commodity price, an index or the occurrence or nonoccurrence of a specified event) related to an asset, liability or equity security of a guaranteed party. This guidance also defines guarantees as contracts that contingently require the guarantor to make payments to the guaranteed party based on another entity's failure to perform under an agreement, as well as indirect guarantees of the indebtedness of others.

Derivative contracts

Certain derivatives contracts that the Company has entered into meet the accounting definition of a guarantee under ASC 460. Derivatives that meet the ASC 460 definition of guarantees include futures contracts and written options. The maximum potential payout for these derivatives contracts cannot be estimated as increases in interest rates, foreign exchange rates, securities prices, commodities prices and indices in the future could possibly be unlimited.

The Company records all derivative contracts at fair value. For this reason, the Company does not monitor its risk exposure to derivatives contracts based on derivative notional amounts; rather the Company manages its risk exposure on a fair value basis. The Company believes that the notional amounts of the derivative contracts generally overstate its exposure. Aggregate market risk limits have been established, and market risk measures are routinely monitored against these limits. The Company believes that market risk is substantially diminished when all financial instruments are aggregated.

Exchange Member Guarantees

The Company is a member of various exchanges that trade and clear futures contracts. Associated with its memberships, the Company may be required to pay a proportionate share of the financial obligations of another member who may default on its obligation to the exchange. Although the rules governing different exchange memberships vary, in general the Company's guarantee obligations would arise only if the exchange had previously exhausted its resources. In addition, any such guarantee obligation would be apportioned among the other non-defaulting members of the exchange. Any potential contingent liability under these membership agreements cannot be estimated. The Company has not recorded any contingent liability in the financial statements for these agreements and believes that any potential requirement to make payments under these agreements is remote.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

8. Concentrations of Credit Risk

The Company is engaged in futures clearing activities in which counterparties primarily include clearing organizations, broker-dealers, other futures commission merchants and other brokers. 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. It is the Company's policy to review, as necessary, the credit standing of each counterparty.

At December 31, 2020, a significant credit concentration consisted of cash deposited in two banks. The balances exceeded federally insured limits by approximately \$61 million. Management believes that the Company is not exposed to any significant credit risk on cash or receivables from futures commission merchants to be significant.

9. Commitments

The Company conducts its operations in leased office facilities and annual rentals are charged to current operations. The leases are subject to escalation clauses based on the operating expenses of the lessors. The Company has obligations under non-cancelable leases that expire through January 31, 2025.

At December 31, 2020, the aggregate minimum annual rental commitment is as follows:

Year Ending December 31	Amount
2021	363,869
2022	404,185
2023	412,283
2024	420,502
2025	<u>35,099</u>
	<u>\$ 1,635,938</u>

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

10. Minimum Capital Requirements

The Company is a futures commission merchant subject to Commodity Futures Trading Commission minimum capital requirements (Regulation 1.17). In addition, the Company is subject to minimum capital requirements of the CME Group, Inc. The Company is required to maintain "net capital" equivalent to the greater of \$1,000,000 or the sum of 8% of the customer risk maintenance margin requirement plus 8% of the non-customer risk maintenance margin requirement, as these terms are defined.

At December 31, 2020, the Company had adjusted net capital of \$14,661,273. Under Regulation 1.17 and under the requirements of the CME Group, Inc., the Company had net capital requirements of \$2,853,602 and \$5,000,000, respectively. The net capital rule may effectively restrict member withdrawals and the repayment of subordinated loans.

11. Fair Value Measurements and Disclosure

FASB ASC 820 defines fair value, establishes a framework for measuring fair value, and establishes a hierarchy of fair value inputs. 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 broad levels:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 Unobservable inputs for the asset or liability

The availability of observable inputs can vary from investment to investment and is affected by a wide variety of factors, including, the type of investment, the liquidity of the markets, and other characteristics particular to the investment. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Company in determining fair value is greatest for investments categorized in level 3.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

11. Fair Value Measurements and Disclosure, Continued

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy wherein the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement.

At December 31, 2020, the Company's Level 1 assets consisted of U.S. government securities and securities owned with fair values of \$99,882,723 and \$8,025,577, respectively. The Company held no Level 2 or Level 3 investments at December 31, 2020.

12. Financial Instruments

ASC 815, Derivatives and Hedging, requires qualitative disclosures about objectives and strategies for using derivatives, quantitative disclosures about fair value amounts of gains and losses on derivative instruments, and disclosures about credit risk related contingent features in derivative agreements. The disclosure requirements of ASC 815 distinguish between derivatives, which are accounted for as "hedges" and those that do not qualify for such accounting. Although the Company may sometimes use derivatives, the Company reflects derivatives at fair value and recognizes changes in fair value through the statement of operations, and as such do not qualify for ASC 815 hedge accounting treatment.

The Company executes customer transactions in the purchase and sale of commodity futures contracts (including options on futures contracts), substantially all of which are transacted on a margin basis subject to individual exchange regulations. Such transactions may expose the Company to significant off-balance-sheet risk in the event margin requirements are not sufficient to fully cover losses that customers may incur.

In the event the customer fails to satisfy its obligations, the Company may be required to purchase or sell futures contracts at prevailing market prices in order to fulfill the customer's obligations. The Company controls this risk by monitoring margin collateral levels on a daily basis for compliance with regulatory and internal guidelines and requires additional collateral when necessary. The Company requires a customer to deposit additional margin collateral, or reduce positions, if it is determined that the customer's activities may be subject to above normal market risks.

Futures contracts provide for the delayed delivery/receipt of securities or money market instruments with the seller/buyer agreeing to make/take delivery at a specified date, at a specified price. Fair value of futures contracts is included in receivable from broker dealers. The contractual or notional amounts related to these financial instruments reflect the volume and activity and do not reflect the amounts at risk. Futures contracts are executed on an exchange, and cash settlement is made on a daily basis for market movements. Accordingly, futures contracts generally do not have credit risk.

DORMAN TRADING, LLC

Notes to Statement of Financial Condition, Continued

December 31, 2020

12. Financial Instruments, Continued

Options contracts grant the purchaser, for the payment of a premium, the right to either purchase from or sell to the writer a specified financial instrument under agreed terms. As a writer of options contracts, the Company receives a premium in exchange for bearing the risk of unfavorable changes in the price of the financial instruments underlying the options.

13. 401 (k) Plan

The Company has established a salary reduction (401 (k)) plan for qualified employees. This is a "Safe Harbor" plan and requires the Company to contribute at least 3% of the eligible regular earnings of qualified employees up to a defined maximum, and make further discretionary contributions to the plan, subject to certain limitations as set forth in the plan agreement.

14. Bank Loan

At December 31, 2020, the Company has a bank loan through the US Small Business Administration. The loan of \$386,500 is due on April 15, 2022, with an interest rate of 1.0 percent. The loan has been forgiven in January 2021 and was utilized to pay for the required expenses for the Paycheck Protection Program guidelines.

15. Subsequent Events

Management has evaluated events and transactions from January 1, 2021 through February 23, 2021, the date this financial statement was available to be issued, noting no material events requiring disclosure in the Company's financial statement.

SUPPLEMENTARY SCHEDULES

Reconciliation of Statement of Financial Condition to Net Capital Computation

December 31, 2020

Total assets per Statement of Financial Condition		\$	261,439,336
Add:			
Securities owned by customers	\$	7,100,000	
Warehouse receipts owned by customers		3,263,750	
Securities owned by members - collateral for secured demand notes		259,802	
Value of net customer options positions		<u>937,917</u>	11,561,469
Deduct: Noncurrent assets (as defined)			
Receivables from customers, net	\$	49,011	
Exchange memberships and stock		1,898,164	
Other		30,000	
Employees and associated persons		<u>—</u>	<u>(1,977,175)</u>
Current Assets (as defined)			<u>271,023,630</u>
Total liabilities per Statement of Financial Condition		\$	242,823,554
Add:			
Securities owned by customers	\$	7,100,000	
Warehouse receipts owned by customers		3,263,750	
Securities owned by members - collateral for secured demand notes		259,802	
Value of net customer options positions		937,917	
Subordinated borrowings		<u>257,500</u>	<u>11,818,969</u>
Adjusted Total Liabilities			<u>\$ 254,642,523</u>

Statement of the Computation of Net Capital and Minimum Capital Requirements

December 31, 2020

Current assets, as defined (see reconciliation on prior page)		\$	271,023,630
Increase (decrease) to U.S. clearing organization stock to reflect margin value			—
Net current assets			271,023,630
Total liabilities (see reconciliation on prior page)	\$	254,642,523	
Deductions from total liabilities			
Bank loan - PPP	\$	386,500	
Liabilities subject to satisfactory subordination agreements		257,500	
Total deductions	\$	(644,000)	
Adjusted liabilities			253,998,523
Net capital			17,025,107
		Charge	
Charges against net capital:			
Twenty percent of market value of uncovered inventories	\$	—	
Charges as specified in section 240.15c3-1(c)(2)(vi) and (vii) against securities owned by firm, including securities representing investments of domestic and foreign customers' funds			
		Market Value	
U.S. and Canadian Government Obligation	\$	99,882,723	150,000
Stocks		8,010,200	2,148,656
Other securities		15,377	308
Five percent of all unsecured receivables from foreign brokers			51,995
Uncovered futures contracts in proprietary accounts			12,875
Adjusted net capital			14,661,273
Net capital required using risk-based requirement:			
Amount of customer risk maintenance margin	\$	35,670,023	
8% of customer risk-based requirement			\$ 2,853,602
Amount of noncustomer risk maintenance margin		—	
8% of non-customer risk-based requirement			—
Total risk based requirement			2,853,602
Minimum dollar amount requirement			1,000,000
Amount required			2,853,602
Excess net capital			\$ 11,807,671
Computation of Early Warning Level			
Enter 110% of risk-based amount required			\$ 3,138,962
Guaranteed Introducing Brokers			
List all IBs with which guarantee agreements entered into by the FCM, currently in effect			See attached.
There are no material differences between the above computation and the Company's corresponding unaudited Form 1FR-FCM filing as of December 31, 2020.			

Reconciliation of Statement of Financial Condition to Segregation Statement (U.S. Exchanges)

December 31, 2020

Customers' Segregated Funds per Statement of Financial Condition (Note 3)	\$ 218,151,947
Add:	
U.S. Treasury securities owned by customers	7,100,000
Warehouse receipts owned by customers	3,263,750
Value of customers' open long futures options contracts	6,485,202
Deduct:	
Value of customers' open short futures options contracts	<u>(5,547,285)</u>
Total Amount in Segregation	<u>\$ 229,453,614</u>

Segregation Requirement and Funds in Segregation

December 31, 2020

Segregation requirement:	
Net ledger balance:	
Cash	\$ 209,513,903
Securities	10,363,750
Net unrealized gain (loss) in open futures contracts traded on a contract market	2,022,657
Exchange traded options:	
Market value of open options contracts purchased on a contract market	6,485,202
Market value of open options contracts sold on a contract market	<u>(5,547,285)</u>
Net equity	222,838,227
Accounts liquidating to a deficit and accounts with debit balances - gross amount	<u>49,011</u>
Amount required to be segregated	<u>222,887,238</u>
Funds on deposit in segregation:	
Deposited in segregated funds bank accounts:	
Cash	56,570,657
Securities representing investments of customers' funds, at market	79,887,378
Securities held for particular customers in lieu of cash	7,100,000
Margins on deposit with clearing organizations of contract markets:	
Cash	50,002,507
Securities representing investments of customers' funds, at market	19,995,345
Net settlement from clearing organizations of contract markets	1,027,020
Exchange traded options:	
Value of open long option contracts	6,485,202
Value of open short option contracts	(5,547,285)
Net equities with other futures commission merchants:	
Net liquidating equity	10,669,040
Customers' segregated funds on hand (petty cash)	—
Segregated funds on hand	<u>3,263,750</u>
Total amount in segregation	<u>229,453,614</u>
Excess funds in segregation	<u>\$ 6,566,376</u>
Management target amount excess funds in segregation	<u>2,000,000</u>
Excess funds in segregation over management target	<u>\$ 4,566,376</u>

There are no material differences between the above computation and the Company's corresponding unaudited Form 1FR-FCM filing as of December 31, 2020.

Segregation Requirement and Funds in Segregation - Customers' Dealer Options

December 31, 2020

The Company does not carry customers' dealer option accounts as defined by Commodity Exchange Act Regulation 32.6. Therefore, the Company is exempt from the provisions of Regulation 32.6.

Secured Requirement and Funds Held in Separate Accounts

December 31, 2020

Amount required to be set aside in separate section 30.7 accounts		\$	<u>25,790,854</u>
Funds on deposit in separate section 30.7 accounts:			
Cash in bank			
Bank located in the United States	\$	<u>3,238,580</u>	3,238,580
Equities with registered futures commission merchants			
Cash		30,920,184	
Unrealized loss on open futures contracts		<u>(8,653,500)</u>	22,266,684
Equities with foreign board of trade, as follows:			
Cash		1,111,701	
Unrealized loss on open futures contracts	\$	<u>464</u>	<u>1,112,165</u>
Total amount in separate section 30.7 accounts			<u>26,617,429</u>
Excess funds in separate section 30.7 accounts		\$	<u>826,575</u>
Management target amount excess funds in separate 30.7 accounts			<u>200,000</u>
Excess funds in separate 30.7 accounts over management target		\$	<u>626,575</u>

There are no material differences between the above computation and the Company's corresponding unaudited Form 1FR-FCM filing as of December 31, 2020.

DORMAN TRADING, LLC
Exchange Supplementary Information
December 31, 2020

Schedule 7

Capital to be withdrawn within 6 months	\$	300,000
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DORMAN TRADING, LLC
Listing of Guaranteed Introducing Brokers
December 31, 2020

Schedule 8

Ziamba Capital Management LLC - Chicago, IL

Cleared Swaps Segregation Requirements and Funds in Cleared Swaps Customer Accounts

December 31, 2020

The Company does not carry customers' cleared swaps accounts as defined by Commodity Exchange Act Regulation 4D(F). Therefore, the Company is exempt from the provisions of Regulation 4D(F).