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SECURITIES AND COMMISSION  
Washington, D.C. 20549

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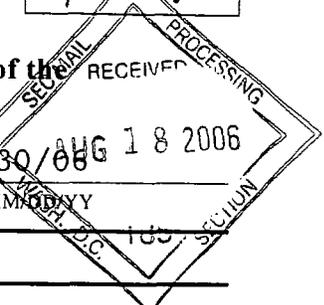
**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

SEC FILE NUMBER  
8-45531

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 07/01/05 AND ENDING 06/30/06  
MM/DD/YY MM/DD/YY



**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Atlantic Financial Services of  
Maine, Inc.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

45 Exchange Street

(No. and Street)

Portland

(City)

Maine

(State)

04101

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

John P.M. Higgins 207-775-2354

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Runyon Kersteen Ouellette

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

20 Long Creek Drive

(Address)

South Portland

(City)

Maine

(State)

04106

(Zip Code)

CHECK ONE:

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

PROCESSED

AUG 30 2006

THOMSON  
FINANCIAL

**FOR OFFICIAL USE ONLY**

\*Claims for exemption from the requirement 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 240.17a-5(b)(2)

am

OATH OR AFFIRMATION

I, John P.M. Higgins, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Atlantic Financial Services of Maine, Inc., as of August 17, 20 06, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

  
Signature  
President  
Title

Paula Lannon, 8/1/06  
Paula Lannon, Cumberland County, Portland, ME  
Notary Public My commission expires 8/1/2013

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 Proprietors' 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 15c3-3.
- (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.

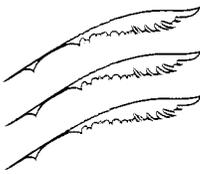
\*\* For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.  
(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**

**Financial Statements**

**June 30, 2006 and 2005**

Runyon  
Kersteen  
Ouellette



Certified Public Accountants and Business Consultants

## Independent Auditor's Report

To the Stockholder  
Atlantic Financial Services of Maine, Inc.

We have audited the accompanying balance sheet of Atlantic Financial Services of Maine, Inc. a subsidiary of Ram Trust Services, Inc. as of June 30, 2006 and the related statements of income, changes in stockholder's equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of Atlantic Financial Services of Maine, Inc. as of June 30, 2005 were audited by other auditors whose report dated July 22, 2005 expressed an unqualified opinion on those statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform our 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 our audit provides a reasonable basis for our opinion.

In our opinion, the 2006 financial statements referred to above present fairly, in all material respects, the financial position of Atlantic Financial Services of Maine, Inc. as of June 30, 2006, and the results of its operations and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying additional information included in Supplemental Schedules 1 through 3 is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Atlantic Financial Services of Maine, Inc., but is supplementary information required by Rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Runyon Kersteen Ouellette*

July 26, 2006  
South Portland, Maine

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.**  
**(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**

**Balance Sheets**  
**June 30, 2006 and 2005**

	2006	2005
<b>ASSETS</b>		
Current assets:		
Cash	\$ 62,224	37,859
Commissions receivable	25,903	31,143
Prepaid expenses	1,975	1,831
Total current assets	90,102	70,833
Equipment:		
Equipment	2,037	2,037
Less accumulated depreciation	(2,037)	(1,641)
Net equipment	-	396
<b>Total assets</b>	<b>\$ 90,102</b>	<b>71,229</b>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
Current liabilities:		
Accounts payable	3,901	2,553
Income taxes payable to parent company	9,976	5,944
Total current liabilities	13,877	8,497
Stockholder's equity:		
Common stock, \$0.1 stated value; authorized 10,000 shares, issued and outstanding 100 shares	1	1
Additional paid-in capital	36,576	36,576
Retained earnings	39,648	26,155
Total stockholder's equity	76,225	62,732
<b>Total liabilities and stockholder's equity</b>	<b>\$ 90,102</b>	<b>71,229</b>

*See accompanying notes to financial statements.*

ATLANTIC FINANCIAL SERVICES OF MAINE, INC.  
(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)

Statements of Income  
Years Ended June 30, 2006 and 2005

	2006	2005
Revenue:		
Commission revenue	\$ 193,841	152,351
Other income	16,886	35,923
Total revenues	210,727	188,274
Expenses:		
Salaries, wages and commissions	56,455	47,207
Payroll taxes and benefits	11,057	7,885
Professional fees	11,335	15,065
NASD fees	3,433	155
Clearing broker charges	39,483	35,774
Other expenses	23,519	17,740
Total expenses	145,282	123,826
Income before income taxes	65,445	64,448
Income tax expense	14,552	14,114
Net income	\$ 50,893	50,334

*See accompanying notes to financial statements.*

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.  
(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**

**Statements of Changes in Stockholder's Equity  
Years Ended June 30, 2006 and 2005**

		Common stock	Additional paid-in capital	Retained earnings	Total stockholder's equity
Balance, June 30, 2004	\$	1	36,576	33,821	70,398
Dividends paid to parent Company		-	-	(58,000)	(58,000)
Net income		-	-	50,334	50,334
Balance, June 30, 2005		1	36,576	26,155	62,732
Dividends paid to parent Company		-	-	(37,400)	(37,400)
Net income		-	-	50,893	50,893
<b>Balance, June 30, 2006</b>	<b>\$</b>	<b>1</b>	<b>36,576</b>	<b>39,648</b>	<b>76,225</b>

*See accompanying notes to financial statements.*

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.**  
**(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**

**Statements of Cash Flows**  
**Years Ended June 30, 2006 and 2005**

	2006	2005
Cash flows from operating activities:		
Net income	\$ 50,893	50,334
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	396	679
Changes in operating assets and liabilities:		
Commissions receivable	5,240	(19,449)
Prepaid expenses	(144)	63
Accounts payable	1,348	1,393
Income taxes payable to parent company	4,032	(12,605)
Net cash provided by operating activities	61,765	20,415
Cash flows from financing activities:		
Dividends paid	(37,400)	(58,000)
Net cash used in financing activities	(37,400)	(58,000)
Increase (decrease) in cash	24,365	(37,585)
Cash at beginning of year	37,859	75,444
<b>Cash at end of year</b>	<b>\$ 62,224</b>	<b>37,859</b>
Supplemental cash flow information:		
Income taxes paid to parent Company	\$ 10,520	26,719

*See accompanying notes to financial statements.*

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.**  
**(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**  
**Notes to Financial Statements**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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**Nature of Business** - Atlantic Financial Services of Maine, Inc. (AFS), a wholly owned subsidiary of Ram Trust Services, Inc., was incorporated to engage in the business of performing securities transactions as a nonclearing broker. The Company's office is located in Portland, Maine. The Company's customers consist primarily of its parent's investment management clients.

The Company is registered as a broker/dealer under the Securities Exchange Act of 1934 with the National Association of Securities Dealers, Inc. (NASD), and is a member of SIPC (Securities Investors Protection Corporation).

The Company introduces customers to independent clearing brokers on a fully-disclosed basis. Customer accounts are held and maintained by the clearing brokers. Only one clearing broker was used in 2006 and 2005.

**Income Taxes** - The parent company, Ram Trust Services, Inc. files a consolidated tax return which includes Atlantic Financial Services of Maine, Inc. Accordingly, income taxes are charged to the subsidiary by applying statutory rates to its pre-tax income as if it were a stand-alone taxpayer. Deferred income taxes are not significant. The effective rate is lower than the statutory maximum rate due to the effect of graduated tax rates.

**Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 reporting period. Actual results could differ from those estimates.

**Equipment** - Equipment is carried at capitalized cost less accumulated depreciation. Depreciation is computed using straight-line methods over the established useful lives of assets, which is three years.

**Revenue Recognition and Commissions Receivable** - Revenue is recognized on the accrual method when trades for customers are executed or when account maintenance or other services are performed.

Commissions receivable represent commission revenue earned but not yet received. Accounts are charged off to expense if deemed uncollectible by management. No allowance for uncollectible amounts is considered necessary.

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**NET CAPITAL REQUIREMENTS**

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The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of Minimum Net Capital of \$5,000 and a ratio of Aggregate Indebtedness to Net Capital, as defined, not to exceed 1500%. At June 30, 2006, the Company's ratio of Aggregate Indebtedness to Net Capital was 18.7% and its Net Capital, Minimum Net Capital and Excess Net Capital were as follows:

Net Capital	\$ 74,250
<u>Minimum Net Capital</u>	<u>5,000</u>
<u>Excess Net Capital</u>	<u>\$ 69,250</u>

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.**  
**(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**  
**Notes to Financial Statements, Continued**

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**RELATED PARTY TRANSACTIONS**

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Due to common ownership and/or control, the Company is related to certain entities and it may enter into economic transactions with such entities that affect its financial condition and operations.

Substantially all revenues are from customers of the parent company; many of those customers are related parties to the parent company.

The parent company has periodically provided certain administrative services to the Company. During 2006 and 2005, the Company was charged \$84,272 and \$67,703, respectively, for such services by the parent, and the costs are reflected in the statements of income. At June 30, 2006 and 2005, accounts payable include \$3,901 and \$1,372 respectively, owed to the parent.

During the years ended June 30, 2006 and 2005, the Company paid dividends to the parent Company totaling \$37,400 and \$58,000, respectively.

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**COMMISSIONS RECEIVABLE**

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At June 30, 2006 and 2005, \$16,000 and \$28,075, respectively, of the commission's receivable was with one customer. The amount is unsecured.

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.**  
**(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)**  
**Computation of Net Capital Under Rule 15c3-1**  
**of the Securities and Exchange Commission**  
**June 30, 2006**

Net Capital		
Total stockholder's equity:		
Common stock	\$	1
Additional paid-in capital		36,576
Retained earnings		39,648
<b>Total stockholder's equity qualified for Net Capital</b>		<b>76,225</b>
Deductions:		
Nonallowable assets:		
Prepaid expenses		1,975
Equipment, net		-
<b>Total deductions</b>		<b>1,975</b>
Net Capital		74,250
Minimum Net Capital		5,000
<b>Excess Net Capital</b>	<b>\$</b>	<b>69,250</b>
Aggregate Indebtedness:		
Accounts payable		3,901
Income taxes payable to parent company		9,976
		13,877
<b>Ratio of Aggregate Indebtedness to Net Capital</b>		<b>18.7%</b>
Reconciliation with Company's computation (included in Part II of Form X-17A-5 as of June 30, 2006):		
Net capital, as reported in Company's Part II (Unaudited) Focus Report		71,449
Audit adjustments, net		4,776
Prepaid expenses not reported as non-allowable		(1,975)
<b>Net Capital per above</b>	<b>\$</b>	<b>74,250</b>

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.  
(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)  
Computation for Determination of Reserve  
Requirement Pursuant to Rule 15c3-3  
June 30, 2006**

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The provisions of this rule are not applicable to Atlantic Financial Services of Maine, Inc. pursuant to Rule 15c3-3, paragraph (k)(2)(ii). Atlantic Financial Services of Maine, Inc. is an introducing broker/dealer which neither receives nor holds customer funds or securities and clears all transactions with and for customers on a fully-disclosed basis with a clearing broker/dealer.

**ATLANTIC FINANCIAL SERVICES OF MAINE, INC.  
(A SUBSIDIARY OF RAM TRUST SERVICES, INC.)  
Information Relating to the Possession or Control  
Requirements Pursuant to Rule 15c3-3  
June 30, 2006**

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The provisions of this rule are not applicable to Atlantic Financial Services of Maine, Inc. pursuant to Rule 15c3-3, paragraph (k)(2)(ii). Atlantic Financial Services of Maine, Inc. is an introducing broker/dealer which neither receives nor holds customer funds or securities and clears all transactions with and for customers on a fully-disclosed basis with a clearing broker/dealer.

## INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL

The Stockholder  
Atlantic Financial Services of Maine, Inc.

In planning and performing our audit of the financial statements of Atlantic Financial Services of Maine, Inc. (a subsidiary of Ram Trust Services, Inc.) for the year ended June 30, 2006, we considered its internal control, including control activities for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statement and not to provide assurance on internal control.

Also, as required by Rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), we have made a study of the practices and procedures (including tests of compliance with such practices and procedures) followed by Atlantic Financial Services of Maine, Inc. that we considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under Rule 17a-3(a)(11) and the procedures for determining compliance with the exemptive provisions of Rule 15c3-3. Because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, the recordation of differences required by Rule 17a-13, or in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governors of the Federal Reserve System.

The management of the Company is responsible for establishing and maintaining internal controls and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies and procedures and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's above-mentioned objectives. Two of the objectives of internal control and the practices and procedures are to provide management with reasonable, but no absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal controls or the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

## INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL, CONTINUED

Our consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of specific internal control elements does not reduce to a relatively low level the risk that error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control, including control activities for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at June 30, 2006 to meet the SEC's objectives.

This report is intended solely for the use of management, the SEC and other regulatory agencies which rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than these specified parties.



July 26, 2006  
South Portland, Maine