



08032272

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL
OMB Number: 3235-0123
Expires: February 28, 2010
Estimated average burden
hours per response..... 12.00

SEC
Mail Processing
Section

OCT 14 2008

Washington, DC 105
Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

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

SEC FILE NUMBER
8-52487

FACING PAGE

REPORT FOR THE PERIOD BEGINNING 07/01/07 AND ENDING 06/30/08
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: American Diversified Financial Group, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

600 N. Weinbach Ave., Ste. 460

(No. and Street)

Evansville
(City)

Indiana
(State)

47711-5981
(Zip Code)

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

Charlie Seltzer

812-471-3443

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

John Friend and Company, PC

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

2916 E. Morgan Avenue

(Address)

Evansville

(City)

Indiana

(State)

47711

(Zip Code)

CHECK ONE:

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

B

PROCESSED

OCT 21 2008

THOMSON REUTERS

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(e)(2)

SEC 1410 (06-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

10/15

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL
OMB Number: 3235-0123
Expires: February 28, 2010
Estimated average burden
hours per response..... 12.00

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

SEC FILE NUMBER
8-52487

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 07/01/07 AND ENDING 06/30/08
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: American Diversified Financial Group

OFFICIAL USE ONLY
FIRM I.D. NO.

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

600 N. Weinbach Ave., Ste. 460

(No. and Street)

Evansville
(City)

Indiana
(State)

47711-5981
(Zip Code)

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

Charlie Seltzer

812-471-3443
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

John Friend and Company, PC

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

2916 E. Morgan Avenue
(Address)

Evansville
(City)

Indiana
(State)

47711
(Zip Code)

CHECK ONE:

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

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(e)(2)

AMERICAN DIVERSIFIED FINANCIAL GROUP, LLC

Computation of Net Capital Under Rule 15c3-1

| | June 30, | |
|---|----------------------|----------------------|
| | <u>2008</u> | <u>2007</u> |
| Computation of Net Capital | | |
| Members' Equity Qualified for Net Capital | \$ 197,878 | \$ 191,651 |
| Nonallowable assets | | |
| Goodwill | (175,000) | (175,000) |
| Prepaid Expense and Other Assets | (648) | (598) |
| Hair Cut on Operating Account | <u>(504)</u> | <u>(64)</u> |
| Net Capital | <u><u>21,726</u></u> | <u><u>15,989</u></u> |
| Aggregate Indebtedness | | |
| (include in Statements of Financial Condition | | |
| Payable to Investment Representatives and Other Liabilities | <u>\$ 32,121</u> | <u>\$ 34,886</u> |
| Basic Net Capital Requirements | | |
| Minimum Dollar Net Capital Requirement of Reporting | | |
| Broker Dealer | <u>5,000</u> | <u>5,000</u> |
| Excess Net Capital | <u>16,726</u> | <u>10,989</u> |
| Excess Net Capital at 1000% (net capital less 10% of | | |
| aggregate indebtedness) | <u>18,514</u> | <u>12,500</u> |
| Ratio of aggregate indebtedness to net capital | 1.48 to 1 | 2.18 to 1 |
| Reconciliation with Company's Computation | | |
| (included in Part 11a of Form X-17A-5 as of June 30, 2008) | | |
| Net Capital, as reported in Company's Part 11 A (unaudited) | | |
| FOCUS Report | \$ 21,726 | \$ 15,989 |
| Net Audit Adjustments | <u>-0-</u> | <u>-0-</u> |
| Net Capital | <u><u>21,726</u></u> | <u><u>15,989</u></u> |

See Independent Auditor's report and notes to financial statements.

END