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MAR 11 2010 ANNUAL AUDITED REPORT

FORM X-17A-5  
PART III

Washington, DC  
120

SEC FILE NUMBER
8-50367

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 01/01/09 AND ENDING 12/31/09

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: BASIS FINANCIAL LLC

OFFICIAL USE ONLY	
FIRM I.D. NO.	

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

3363 NE 163 Street, #705

North Miami Beach, FL 33160

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

Armen Karapetyan (786) 923-0507

ACCOUNTANT IDENTIFICATION

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

Robert Berman, CPA

1091 Furth Road, North Woodmere, NY 11581

CHECK ONE:

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

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\*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)

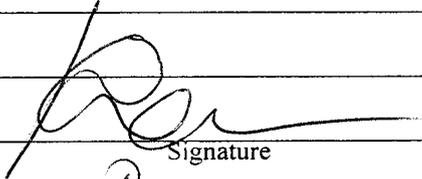
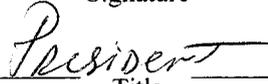
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OATH OR AFFIRMATION

I, Armen Karapetyan, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of BASIS FINANCIAL, LLC , as of December 31, 2009, 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  
  
\_\_\_\_\_  
Title

NOTARY PUBLIC-STATE OF FLORIDA  
Leonardo Cicarelli  
Commission # DD897010  
Expires: JULY 07, 2013  
BONDED THROUGH ATLANTIC BONDING CO., INC.

  
\_\_\_\_\_  
Notary Public

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 1 5c3-3.
- (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 1 5c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 1 5c3-3.
- (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 240.1 7a-5(e)(3).

BASIS FINANCIAL, LLC  
FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT  
DECEMBER 31, 2009

BASIS FINANCIAL, LLC

DECEMBER 31, 2009

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ROBERT BERMAN CPA P.C.  
1091 Furth Road  
North Woodmere, NY 11581  
(516) 496-3678

### INDEPENDENT AUDITOR'S REPORT

Stockholder and Directors  
Basis Financial LLC  
North Miami Beach, FL

I have audited the accompanying statement of financial condition of Basis Financial LLC as of December 31, 2009, and the related statements of income, changes in stockholder's equity, changes in liabilities subordinated to claims of general creditors, and cash flows for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Basis Financial LLC as of December 31, 2009, 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.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained on pages 12-13 is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 of the Securities and Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Robert Berman CPA*  
North Woodmere, NY  
March 7, 2010

BASIS FINANCIAL, LLC  
STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2009

**ASSETS**

Current Assets:	
Cash and Cash Equivalents	\$15,466
Receivables	<u>103,008</u>
Total Current Assets	118,474
Other Assets	<u>25,584</u>
TOTAL ASSETS	<u>\$ 144,058</u>

**LIABILITIES AND MEMBER'S CAPITAL**

Aggregate Indebtedness	
Accounts Payable	<u>\$ 89,000</u>
TOTAL LIABILITIES	<u>89,000</u>
MEMBER'S CAPITAL	
Member's Capital	<u>55,058</u>
	<u>55,058</u>
TOTAL LIABILITIES AND MEMBER'S CAPITAL	<u>\$ 144,058</u>

The Accompanying Notes Are an Integral Part  
of These Financial Statements

BASIS FINANCIAL, LLC  
STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**Revenues:**

Commissions	\$ 497,051
Commissions ForX	61,419
Other Income	8,258
Interest Income	<u>2</u>
	<u>566,730</u>

**Expenses:**

Clearing Expenses	55,076
Commissions Securities	276,827
Commissions ForX	49,221
Administrative and General	<u>182,901</u>
	<u>564,025</u>

Net Income (Loss)	<u>\$ 2,705</u>
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The Accompanying Notes Are an Integral Part  
of These Financial Statements

BASIS FINANCIAL, LLC  
STATEMENT OF CHANGES IN MEMBER'S CAPITAL  
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>MEMBER'S CAPITAL</u>
Balances, beginning	\$ 40,145
Capital contributions	12,208
Net Income (Loss)	<u>2,705</u>
Balances, ending	<u>\$ 55,058</u>

The Accompanying Notes Are an Integral Part  
of These Financial Statements

BASIS FINANCIAL, LLC  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2009

Cash Flows from Operating Activities:	
Net Income (Loss)	<u>\$ 2,705</u>
Adjustments to reconcile net income to net cash provided by operating activities:	
(Increase) in receivable from clearing firms	(97,181)
(Increase) in other assets	(1,208)
(decrease) in Due To Clearing Firm	(105)
(Decrease) in aggregate indebtedness	<u>20,997</u>
Total Adjustments	<u>(77,497)</u>
Net Cash Provided by (Used in) Operating Activities	<u>(74,792)</u>
Cash Flows from Financing Activities:	
Capital Contributions	<u>12,208</u>
Net Cash Provided by by Financing Activities	<u>12,208</u>
Net Increase in Cash and Cash Equivalents	(62,584)
Cash and Cash Equivalents, Beginning of Year	<u>78,050</u>
Cash and Cash Equivalents, End of Year	<u><u>15,466</u></u>

The Accompanying Notes Are an Integral Part  
of These Financial Statements

BASIS FINANCIAL, LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies that affect the more significant elements of the Company's financial statements are summarized below.

**ORGANIZATION**

The Company is registered with the United States Securities and Exchange Commission and the National Association of Securities Dealers, Inc. as a broker/dealer in securities. Consequently, its record keeping is in accordance with rules and regulations prescribed by these Agencies. Basis Financial, LLC (the "Company") is a Texas corporation and is a registered broker-dealer maintaining its only office in North Miami Beach, Florida.

**NET CAPITAL**

The Company is subject to the "Net Capital Rule" of the Securities and Exchange Commission which requires that the Company's "Aggregate Indebtedness" as defined, shall not exceed 1,500% of "Net Capital", as defined. At December 31, 2009, the Company's "Net Capital" was \$27,830 and the "Required Net Capital", as defined, was \$5,933. The ratio of "Aggregate Indebtedness" to "Net Capital" is 320%.

**CASH AND CASH EQUIVALENTS**

The Company considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

**INCOME TAXES**

The Company is a Limited Liability Company and has elected to be taxed as a Partnership; therefore no income taxes are owed at the Company level.

BASIS FINANCIAL, LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

PROPERTY, EQUIPMENT AND DEPRECIATION

Property and equipment are valued at cost. Depreciation is computed on the straight-line and accelerated methods for financial accounting purposes, based on the estimated useful lives of the assets.

COMMISSIONS

Commissions and related clearing expenses are recorded on a trade-date basis as security transactions occur.

INVESTMENT ADVISORY INCOME

Investment advisory fees are received quarterly but are recognized as earned on a pro-rata basis over the term of the contract.

USE OF ESTIMATES IN PREPARATION OF FINANCIAL STATEMENTS

The preparation of the accompanying financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that directly affect the results of reported assets, liabilities, revenue, and expenses. Actual results may differ from these estimates.

NOTE 2 - OPERATING LEASES

The Company has a lease on its office space which is classified as an operating lease. Total rent expense for 2009 was \$50,287. The Company entered into a 3 year lease March 1, 2008. The rent was \$8,000 per month plus CAM. In September of 2008 the lease was modified to \$6,000 per month..

BASIS FINANCIAL, LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 2 - OPERATING LEASES (continued)

The future minimum rent due under this lease is:

2010	\$72,000
2011	<u>12,000</u>
Total	<u>\$84,000</u>

The company sub rents some of its space.

**SUPPLEMENTARY INFORMATION**

BASIS FINANCIAL, LLC  
 COMPUTATION OF NET CAPITAL PER UNIFORM  
 NET CAPITAL RULE 15c 3-1  
 FOR THE YEAR ENDED DECEMBER 31, 2009

Computation of Net Capital

Total member's capital from Statement of Financial Condition	\$ 55,058
Liabilities subordinated to claims of general creditors allowable in computation of net capital	<u>-</u>
Total capital and allowable subordinated liabilities	55,058
Non-allowable assets	<u>(26,924)</u>
Net capital before haircuts on securities positions	28,134
Haircuts on securities	<u>(304)</u>
Net capital	<u>\$ 27,830</u>
Aggregate Indebtness	
Accounts Payable	<u>\$ 89,000</u>
Total Aggregate Indebtness	<u>\$ 89,000</u>
Computation of basic net capital requirement	
Minimum net capital requirement at 1,500 percent	<u>\$ 5,933</u>
Net capital requirement per agreement with NASD	<u>\$ 5,000</u>
net capital requirement	<u>\$ 5,933</u>
Excess net capital	<u>\$ 21,897</u>
Excess net capital at 1,500 percent	<u>\$ 21,897</u>
Excess net capital at 1,000 percent	<u>\$ 18,930</u>
Ratio of aggregate indebtedness to net capital	<u>320%</u>

See the Accompanying Independent Auditor's Report

BASIS FINANCIAL, LLC  
COMPUTATION OF NET CAPITAL PER UNIFORM  
NET CAPITAL RULE 15c 3-1  
FOR THE YEAR ENDED DECEMBER 31, 2009

RECONCILIATION OF COMPUTATION OF NET CAPITAL PER UNIFORM NET CAPITAL RULE  
15C 3-1 TO COMPANY'S CORRESPONDING UNAUDITED FORM X-17A-5, PART II FILING

No material differences exist between the net capital computation included in the financial  
statements and the computation included in the Company's corresponding unaudited  
Form X-17A-5, Part II filing.

STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS

There were no liabilities subordinated to the claims of general creditors at December 31, 2008, or at  
any time during the year then ended.

Balance, beginning of period	-
Increases	-
Decreases	<u>-</u>
Balance, end of period	<u>-</u>

See the Accompanying Independent Auditor's Report

ROBERT BERMAN CPA P.C.  
1091 Furth Road  
North Woodmere, NY 11581  
(516) 496-3678

INDEPENDENT AUDITOR'S REPORT ON INTERNAL  
ACCOUNTING CONTROL REQUIRED BY  
SEC RULE 17a-5

Board of Directors  
Basis Financial LLC

In planning and performing my audit of the financial statements of Basis Financial LLC (The Company), as of and for the year ended December 31, 2009, in accordance with auditing standards generally accepted in the United States of America, I considered the Company's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, I do not express an opinion on the effectiveness of the Company's internal control.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), I have made a study of the practices and procedures followed by the Company including consideration of control activities for safeguarding securities. This study included tests of such practices and procedures that I considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, I did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications and comparisons and recordation of differences required by rule 17a-13.
2. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System.

The management of the Company is responsible for establishing and maintaining internal control 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 controls 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.

Basis Financial LLC  
Page Two  
February 12, 2010

Two of the objectives of internal control and the practices and procedures are to provide management with reasonable but not 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 the preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control and the practices and procedures referred to above, errors or fraud 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.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statement that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

My consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. I did not identify any deficiencies in internal control and control activities for safeguarding securities that we consider to be material weaknesses, as defined above.

I 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 my study, I believe that the Company's practices and procedures were adequate at DECEMBER 31, 2009, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, FINRA and other regulatory agencies that 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.

*Robert Berman CPA*

North Woodmere, NY  
March 7, 2010

ROBERT BERMAN, CPA P.C.  
1091 Furth Road  
North Woodmere, NY 11581  
(516) 295-5394

Stockholders and Directors  
Basis Financial LLC  
North Miami Beach, FL

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments ([Transitional Assessment Reconciliation (Form SIPC-7T)] to the Securities Investor Protection Corporation (SIPC) for the Year Ended December 31, 2009, which were agreed to by Basis Financial LLC and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc. and SIPC solely to assist you and the other specified parties in evaluating Basis Financial LLC's compliance with the applicable instructions of the Transitional Assessment Reconciliation (Form SIPC-7T). Basis Financial LLC's management is responsible for the Basis Financial LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments in Form SIPC-7T with respective cash disbursement records entries (check register) noting no differences.

2. Compared the amounts reported on the audited Form X-17 A-5 for the year ended December 31, 2009, as applicable, with the amounts reported in Form SIPC-7T for the year ended December 31, 2009, noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.

*Robert Berman CPA*

March 7, 2010