



16022249

Washington, D.C. 20549

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

FACING PAGE

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

JG  
04/2  
11/2

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	March 31, 2016
Estimated average burden hours per response...	12.00

SEC FILE NUMBER
<del>8-30402</del>

66133 ✓

REPORT FOR THE PERIOD BEGINNING 07/01/15 AND ENDING 06/30/16  
MM/DDYY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

The Fig Group, L.L.C.

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

3131 McKinney Ave, Suite 600

(No. and Street)

Dallas

(City)

Texas

(State)

75204

(Zip Code)

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

Emily Messerschmitt

214-273-3230

(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

Edward Richardson

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

15565 Northland Drive, Suite 508

(Address)

West Southfield

(City)

MI

(State)

46075

(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).

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.

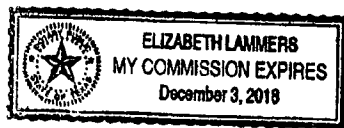
**OATH OR AFFIRMATION**

I, Emily Messerschmitt, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statements and supporting schedules pertaining to the firm of The Fig Group, L.L.C., as of June 30, 2016, 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:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

*Emily Messerschmitt*  
 \_\_\_\_\_  
 Signature  
 \_\_\_\_\_  
 President  
 \_\_\_\_\_  
 Title

*Elizabeth Lammers*  
 \_\_\_\_\_  
 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 Cash Flows.
- (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 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.
- (o) Report of Independent Registered Public Accounting Firm on Management's Exception Report.

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

THE FIG GROUP, L.L.C

CONTENTS

	<u>PAGE</u>
REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM	1
STATEMENT OF FINANCIAL CONDITION	2
STATEMENT OF INCOME	3
STATEMENT OF CHANGES IN MEMBERS' EQUITY	4-5
STATEMENT OF CHANGES IN LIABILITIES: SUBORDINATED TO CLAIMS OF GENERAL CREDITORS	6
STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8-9
SUPPORTING SCHEDULES	
Schedule I:        Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission	11 - 12
Schedule II:       Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission	13
REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON MANAGEMENT'S EXEMPTION REPORT	14

*Edward Richardson Jr., CPA  
15565 Northland Dr W Ste 508  
Southfield, MI 48075  
248-559-4514*

**Independent Auditor's Report**

Board of Directors  
The Fig Group, LLC  
3131 McKinney Avenue  
Suite 600  
Dallas, TX 75204

**Report on the Financial Statements**

I have audited the accompanying statement of financial condition of The Fig Group, LLC as of June 30, 2016 and the related statements of income, changes in stockholder's equity, changes in liabilities to claims of general creditors, and cash flows for the year ended. These financial statements are the responsibility of The Fig Group, LLC management. My responsibility is to express an opinion on these financial statements based on my audit.

**Auditor's Responsibility**

I conducted this audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). 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.

**Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Fig Group, LLC as of June 30, 2016, and results of its operations and its cash flows to the year then ended in conformity with accounting principles generally accepted in the United States.

**Other Matters**

The Supplemental Information has been subjected to audit procedures performed with audit of The Fig Group, LLC financial statements. Supplemental Information is the responsibility of The Fig Group, LLC's management. My 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 my opinion on the Supplemental Information, I evaluated whether the Supplemental Information, including its form and content is presented in conformity with the standards of the Public Company Accounting Oversight Board (United States). In my opinion, the Supplemental Information is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Edward Richardson Jr. CPA*

Edward Richardson Jr., CPA  
Southfield, MI. 48075  
September 7, 2016

THE FIG GROUP, L.L.C  
Statement of Financial Condition  
June 30, 2016

**ASSETS**

Cash	\$ 5,403
Receivable from broker-dealer	30,000
Due from broker-dealer	5,279
Other assets	<u>800</u>
	<u>\$ 41,482</u>

**LIABILITIES AND STOCKHOLDERS' EQUITY**

<b>Liabilities</b>	
Accounts payable	\$ 6,195
Accrued expenses and other liabilities	<u>129</u>
	6,324
Members' Equity	<u>\$ 35,158</u>
	<u>\$ 41,482</u>

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

THE FIG GROUP, L.L.C.  
Statement of Income  
For the Year Ended June 30, 2016

<b>Revenues</b>	
Commission income	\$ 188,348
Interest income	1
Other income	<u>11,482</u>
Total revenue	<u>199,831</u>
<b>Expenses</b>	
Compensation and benefits	13,318
Commission expense	144,749
Occupancy and equipment costs	8,400
Regulatory fees and expenses	4,624
Other expenses	<u>26,746</u>
Total expenses	<u>197,837</u>
<b>Net income (loss)</b>	<u>\$ 1,994</u>

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

THE FIG GROUP, L.L.C.  
Statement of Changes in Members' Equity  
For the Year Ended June 30, 2016

Balance at June 30, 2015	\$ 33,164
Net Income (Loss)	<u>1,994</u>
Balance at June 30, 2016	<u>\$ 35,158</u>

The accompanying notes are an integral part of these financial statements



THE FIG GROUP, L.L.C.  
Statement of Changes in Members' Equity  
For the Year Ended June 30, 2016

	<u>Contributed Capital</u>	<u>Retained Profit</u>	<u>Total Member's Equity</u>
Balances at July 1, 2015	\$ -0-	\$ 33,164	\$ 33,164
Capital Transactions	\$ -0-	\$ -0-	\$ -0-
Prior Period Adjustment	\$ -0-	\$ -0-	\$ -0-
Net Income	<u>\$ -0-</u>	<u>\$ 1,994</u>	<u>\$ 1,994</u>
Balances at June 30, 2016	<u>\$ -0-</u>	<u>\$ 35,158</u>	<u>\$ 35,158</u>

The accompanying notes are an integral part of these financial statements

THE FIG GROUP, L.L.C.  
Statement of Changes in Liabilities Subordinated  
to Claims of General Creditors  
For the Year Ended June 30, 2016

Balance at June 30, 2015	\$ -0-
Increases	-0-
Decreases	<u>-0-</u>
Balance at June 30, 2016	<u>\$ -0-</u>

The accompanying notes are an integral part of these financial statements

THE FIG GROUP, L.L.C.  
Statement of Cash Flows  
For the Year Ended June 30, 2016

<b>Cash flows from operating activities</b>	
Net income (loss)	\$ 1,994
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:	
Change in operating assets and liabilities:	
Increase in other assets	(798)
Increase in due from broker-dealer	(919)
Decrease in accounts payable	<u>(1,074)</u>
Net cash provided (used) by operating activities	<u>(797)</u>
<b>Cash flows from investing activities</b>	
Net cash provided (used) by investing activities	<u>-0-</u>
<b>Cash flows from financing activities</b>	
Net cash provided (used) by financing activities	<u>-0-</u>
Net increase (decrease) in cash	(797)
Cash at beginning of year	<u>6,200</u>
Cash at end of year	<u>\$ 5,403</u>

**Supplemental schedule of cash flow information**

Cash paid during the period for:	
Interest	<u>\$ 409</u>
Income taxes	<u>\$ -0-</u>

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

THE FIG GROUP, L.L.C.  
Notes to Financial Statements  
June 30, 2016

Note 1 - Summary of Significant Accounting Policies

The Fig Group, L.L.C. (the "Company") was formed under the laws of the State of Texas. Offices of the Company are located in Dallas, Texas. The Company became effective May 11, 2005 as a broker-dealer in securities registered with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority ("FINRA"). The company operates under (SEC) Rule 15c3-3(k) (2)(ii), which provides that all funds and securities belonging to the Company's customers would be handled by a clearing broker-dealer. Substantially all of the Company's business is conducted with customers located in the United States.

The Company's members have limited personal liability for the obligations or debts of the Company.

Purchase and sales of securities are recorded on a trade date basis. Commission revenue and expense are recorded on a trade date basis.

Receivable from broker-dealer and due from broker-dealer are generally collected in full in the month following their accrual. As such, management has not recorded an allowance for doubtful accounts on these receivables. Management records an allowance for bad debts based on a collectability review of specific accounts. Any receivables deemed uncollectible are written off against the allowance.

Securities owned and securities sold but not yet purchased are recorded at quoted market value. Securities and investments which are not readily marketable are carried at fair value as determined by management of the Company. Unrealized gains and losses are credited or charged to operations. The Company's securities are being held by the clearing broker-dealer. Should the clearing broker-dealer fail to deliver securities to the Company, the Company may be required to purchase identical securities on the open market.

The Company's net income is taxed at the member level rather than at the corporate level for federal income tax purposes. Income tax returns are generally subject to examination by the respective federal and state authorities over various statutes of limitations generally three to five years from date of filing.

The preparation of financial statements in accordance 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.

THE FIG GROUP, L.L.C.  
Notes to Financial Statements  
June 30, 2016

**Note 2- Net Capital Requirements**

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital, as defined under such provisions. Net capital and the related net capital ratio may fluctuate on a daily basis.

At June 30, 2016, the Company had net capital of approximately \$34,359 and net capital requirements of \$5,000. The Company's ratio of aggregate indebtedness to net capital was .18 to 1. The SEC permits a ratio of no greater than 15 to 1.

Capital distributions to the Company's members can be made under a capital distribution policy approved by the Company's board of directors. Periodic distributions approved by the Company's board of directors are made to enable its members to pay federal income taxes on Company profits, among other purposes.

**Note 3- Possession or Control Requirements**

The Company does not have any possession or control of customer funds or securities. There were no material inadequacies in the procedures followed in adhering to the exemptive provisions of (SEC) Rule 15c3-3(k)(2)(ii) by promptly transmitting all customer funds and securities to the clearing broker who carries the customer accounts.

**Note 4- Related Party Transactions**

The Company leases office space from one of its members. Rent expense for the year ended June 30, 2016 was \$8,400.

**Note 5- Commitments and Contingencies**

Included in the Company's clearing agreement with its clearing broker-dealer is an indemnification clause. This clause relates to instances where the Company's customers fail to settle security transactions. In the event this occurs, the Company will indemnify the clearing broker-dealer to the extent of the net loss on any unsettled trades. At June 30, 2016, management of the Company had not been notified by the clearing broker-dealer, nor were they otherwise aware, of any potential losses relating to this indemnification.

**Note 6- Subsequent Event**

The Company has evaluated events subsequent to the balance sheet date for items requiring recording or disclosure in the financial statements. The evaluation was performed through September 7, 2016, which is the date the financial statements were available to be issued. Based upon this review, the Company has determined that there were no events which took place that would have a material impact on its financial statements.

Supplementary Information  
Pursuant to Rule 17a-5 of the  
Securities Exchange Act of 1934  
as of  
June 30, 2016

Schedule I

THE FIG GROUP, L.L.C.  
Computation of Net Capital Under Rule 15c3-1  
of the Securities and Exchange Commission  
As of June 30, 2016.

COMPUTATION OF NET CAPITAL

Total member equity qualified for net capital	\$ 35,158
Add:	
Other deductions or allowable credits	<u>          -0-</u>
Total capital and allowable subordinated liabilities	35,158
Deductions and/or charges	
Non-allowable assets:	
Other assets	<u>          (799)</u>
Net capital before haircuts on securities positions	34,359
Haircuts on securities (computed, where applicable, pursuant to Rule 15c3-1(f))	<u>          -0-</u>
Net capital	<u>\$ 34,359</u>

AGGREGATE INDEBTEDNESS

Items included in statement of financial condition:	
Liabilities	\$
Accounts Payable	6,195
Accrued expenses and other liabilities	<u>          129</u>
Total aggregate indebtedness	<u>\$ 6,324</u>

Schedule I (continued)

THE FIG GROUP, L.L.C  
Computation of Net Capital Under Rule 15c3-1  
of the Securities and Exchange Commission  
As of June 30, 2016

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

Minimum net capital required (6 2/3% of total aggregate indebtedness)	<u>\$ 422</u>
Minimum dollar net capital requirement of reporting broker or dealer	<u>\$ 5,000</u>
Net capital requirement (greater of above two minimum requirement amounts)	<u>\$ 5,000</u>
Net capital in excess of required minimum	<u>\$ 29,359</u>
Ratio: Aggregate indebtedness to net capital	<u>.18 to 1</u>

**RECONCILIATION WITH COMPANY'S COMPUTATION**

The following serves to reconcile differences in the computation of net capital under Rule 15c3-1 from the Company's computation.

Net capital as reported in the Company's unaudited Focus report	<u>\$ 34,359</u>
Net capital per audited report	<u>\$ 34,359</u>



Schedule II

THE FIG GROUP, L.L.C  
Computation for Determination of Reserve Requirements Under  
Rule 15c3-3 of the Securities and Exchange Commission  
As of June 30, 2016

**EXEMPTIVE PROVISIONS**

The Company has claimed an exemption from Rule 15c3-3 under section (k)(2)(ii), in which all customer transactions are cleared through another broker-dealer on a fully disclosed basis.

Company's clearing firm:           Sterne Agee

**REPORT ON BROKER DEALER EXEMPTION**

**For the year ended June 30, 2016**

See accountant's audit report

Edward Richardson, Jr., CPA  
15565 Northland Suite 508 West  
Southfield, MI. 48075

September 7, 2016

Board of Directors  
The Fig Group, LLC  
3131 McKinney Avenue  
Suite 600  
Dallas, TX 75219

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

I have reviewed management's statements, included in the accompanying Representation Letter of Exemptions, in which (1) The Fig Group, LLC, identified the following provisions of 17 C.F.R. § 15c3-3(k) under which The Fig Group, LLC, claimed an exemption from 17 C.F.R. § 15c3-3(k)(2)(ii), and (2) The Fig Group, LLC, stated that The Fig Group, LLC met the identified exemption provisions throughout the most recent fiscal year without exception The Fig Group, LLC's management is responsible for compliance with the exemption provisions and its statements.

My 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 The Fig Group, LLC'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, I do not express such an opinion.

Based on my review, I'm 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.

*Edward Richardson, Jr. CPA*

Edward Richardson, Jr., CPA

See accountant's audit report



THE FIG GROUP  
L L C

September 7, 2016

Edward Richardson, Jr. CPA  
15565 Northland Drive  
Suite 508 West  
Southfield, MI 48075

RE: Exemption Statement Rule 15c3-3 (k) (2) (ii) for FYE June 30, 2016

Dear Mr. Richardson Jr.,

Please be advised that The Fig Group, LLC has complied with Exemption Rule 15c3-3 (k) (2) (ii), for the period of July 1, 2015 through June 30, 2016. The Fig Group, LLC did not hold customer securities or funds at any time during this period and does business on a limited basis (publicly registered non-trades REITS, and oil & gas partnerships). The Fig Group, LLC's past business has been of similar nature and has complied to this exemption since its inception, (date).

Emily Messerschmitt, the president of The Fig Group, LLC has made available to Edward Richardson, Jr., CPA all records and information including all communications from regulatory agencies received through the date of this review June 30, 2016.

Emily Messerschmitt has been responsible for compliance with the exemption provision throughout the fiscal year. Also, there were not any know events or other factors that might have affected The Fig Group, LLC's compliance with this exemption.

If you would like additional information or have any questions, feel free to call me directly at (214) 273-3231.

Very truly yours,

Emily Messerschmitt  
President  
The Fig Group, LLC

3131 McKinney Avenue Suite 600 Dallas, Texas 75204  
(p) 214-273-3230 (f) 214-219-9600