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

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

SEC FILE NUMBER
8- 36439

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 1/1/09 AND ENDING 12/31/09
MM/DD/YY MM/DD/YY -

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Trustmont Financial Group, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

200 Brush Run Rd., Suite A

(No. and Street)

Greensburg, PA 15601

(City)

(State)

(Zip Code)

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

Peter D. Dochinez

724-468-5665

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*
Burkhouse, Ralph W.

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

461 Weir Cole Rd., Prosperity, PA 15329

(Address)

(City)

(State)

(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)

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OATH OR AFFIRMATION

I, Peter D. Dochinez, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Trustmont Financial Group, Inc., 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:

N/A

COMMONWEALTH OF PENNSYLVANIA
Notarial Seal
Karen S. Ellenberger, Notary Public
Salem Twp., Westmoreland County
My Commission Expires Nov. 30, 2010

Member, Pennsylvania Association of Notaries

Karen S. Ellenberger
Notary Public

P. Dochinez
Signature
President
Title

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).



DESIGNATION OF ACCOUNTANT
(Notice Pursuant to Rule 17a-5(f)(2))

(i) Broker or Dealer

Name: Trustmont Financial Group, Inc.

Address: Scenic Drive Professional Center
200 Brush Run Rd., Suite A
Greensburg, PA 15601

Telephone: 724-468-5665

SEC Registration Number:

FINRA Registration Number:

(ii) Accounting Firm Ralph W. Burkhouse, CPA

Name: Same

Address: 461 Weir Cole Rd.
Prosperity, PA 15329

Telephone: 724-225-2599

Accountant's State Registration Number: CA020760L

(iii) Audit date covered by the Agreement:

12 31 2009
(Month) (Day) (Year)

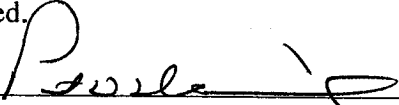
(iv) The contractual commitment to conduct the broker's or dealer's annual audit - - (check one)

is for the annual audit only for the fiscal year ending 2____*

is of a continuing nature providing for successive annual audits.

* if this commitment is not of a continuing nature, it will be necessary to file this form each successive year.

Pursuant to Rule 17a-5(f)(2), the above person has been designated as the independent public accountant for the above-mentioned broker or dealer. I understand that, pursuant to SEC Rule 17a-5(f)(1) the Securities and Exchange Commission will not recognize: (a) any person as a certified public accountant who is not duly registered in good standing as such under the laws of his place of residence or principal office; or (b) any person as a public accountant who is not in good standing and entitled to practice as such under the laws of his place of residence or principal office. Lastly, I understand that should the above-mentioned broker-dealer submit an audit by someone not recognized by the SEC as set forth in Rule 17a-5(f)(1), FINRA may deem the audit of the broker-dealer to not have been filed.

Signature: 

Name: Peter D. Dochinez

(By Firm's FINOP or President)

Title: President Date: 2/25/10

TRUSTMONT FINANCIAL GROUP, INC.

Financial Statements and
Supplementary Schedules

December 31, 2009

SEC
Mail Processing
Section
MAR 01 2010
Washington, DC
105

Ralph W. Burkhouse

Certified Public Accountant

Ralph W. Burkhouse
Certified Public Accountant

P.O. Box 1018
Washington, PA 15301

(724) 225-2599 Fax (724) 225-1599

Independent Auditor's Report

Board of Directors
Trustmont Financial Group, Inc.
Greensburg, Pennsylvania:

I have audited the accompanying statement of financial condition of Trustmont Financial Group, Inc., as of December 31, 2009, and the related statements of income, changes in stockholders' equity, 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 Trustmont Financial Group, Inc. as of December 31, 2009, and the results of their operations and their 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 in the supplementary schedules 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 under the Securities 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.

Ralph W. Burkhouse

Washington, Pennsylvania
February 25, 2010

Member

TRUSTMONT FINANCIAL GROUP, INC.
Statement of Financial Condition
December 31, 2009

Assets

Assets:	
Cash	\$ 24,961
Deposit with clearing organizations	11,619
Commissions receivable	200,643
Other receivables	832
Investments	83,796
Prepaid insurance	18,333
Net fixed assets	<u>0</u>
 Total Assets	 <u>\$340,184</u>

Liabilities and Stockholders' Equity

Liabilities:	
Commissions payable	\$180,580
Accounts payable	8,051
Payroll taxes payable	1,086
Accrued income taxes	2,114
Accrued pension contribution	<u>19,691</u>
 Total Liabilities	 <u>\$211,522</u>
 Stockholders' Equity:	
Common stock, \$.10 par value, 100,000 shares authorized and issued, of which 3,000 are held	10,000
Treasury stock, at cost	(25,119)
Additional paid-in capital	41,800
Retained earnings	<u>101,981</u>
 Total Stockholders' Equity	 <u>128,662</u>
 Total Liabilities and Stockholders' Equity	 <u>\$340,184</u>

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

TRUSTMONT FINANCIAL GROUP, INC.
Statement of Income
For the Year Ended December 31, 2009

Revenues:	
Commissions and fees	\$5,504,931
Fees charged to representative	346,367
Expense reimbursements	47,026
Investment income (loss), net	7,664
Other income	<u>74,790</u>
 Total Revenues	 <u>5,980,778</u>
Expenses:	
Salaries and related benefits	428,889
Commissions	4,885,749
Professional fees	30,000
Regulatory fees	111,860
Telephone and utilities	11,337
Office supplies and expense	15,921
Postage	8,785
Software expense	19,627
Office rent and management fee	174,504
Insurance	223,288
Repairs and maintenance	2,167
Advertising and promotion	5,713
Compliance meeting	34,244
Depreciation	3,105
Miscellaneous	<u>3,799</u>
 Total Expenses	 <u>5,958,988</u>
 Net Income Before Provision for Income Taxes	 21,790
 Provision for income taxes	 <u>5,373</u>
 Net Income	 <u>\$ 16,417</u>

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

TRUSTMONT FINANCIAL GROUP, INC.
Statement of Changes in Stockholders' Equity
For the Year Ended December 31, 2009

	<u>Common Stock</u>	<u>Treasury Stock</u>	<u>Paid-In Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Beginning balance	\$10,000	\$(25,119)	\$41,800	\$ 85,564	\$112,245
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,417</u>	<u>16,417</u>
Ending Balance	<u>\$10,000</u>	<u>\$(25,119)</u>	<u>\$41,800</u>	<u>\$101,981</u>	<u>\$128,662</u>

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

TRUSTMONT FINANCIAL GROUP, INC.
Statement of Cash Flows
December 31, 2009

Cash flows from operating activities:	
Net income	\$ 16,417
Adjustments to reconcile net income to net cash provided from operating activities:	
Gain on investments	(4,653)
Depreciation	3,105
Increase in deposit with clearing organization	(27)
Decrease in commissions receivable	124,742
Decrease in other receivables	1,159
Increase in prepaid insurance	(2,500)
Decrease in commissions payable	(112,176)
Decrease in accounts payable	(27,374)
Increase in payroll taxes payable	518
Increase in accrued income taxes	1,586
Increase in accrued pension contribution	<u>6,700</u>
	<u>7,497</u>
Cash flows from investing activities:	
Purchase of investments	(57,279)
Sale of investments	50,000
Purchase of fixed assets	<u>(3,105)</u>
	<u>(10,384)</u>
Net decrease in cash	(2,887)
Cash, beginning of year	<u>27,848</u>
Cash, end of year	<u>\$ 24,961</u>
Supplemental Information:	
Income taxes paid during the year	<u>\$ 3,767</u>

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

TRUSTMONT FINANCIAL GROUP, INC.
Notes to Financial Statements
December 31, 2009

1. Organization and Nature of Business

Trustmont Financial Group, Inc. (Company) is a broker-dealer registered with the Securities and Exchange Commission (SEC) and the Financial Industry Regulatory Authority, Inc. (FINRA). The Company does not clear its own transactions nor carry customer accounts. It is incorporated in the state of Pennsylvania.

2. Summary of Significant Accounting Policies

Commission income and the related commissions paid to sales representatives are recorded on the "trade date" basis. No allowance for doubtful accounts is considered necessary.

Deferred income taxes on the temporary differences between financial and tax reporting are not recorded in these financial statements due to the immaterial nature of these differences. Additional information on these amounts is disclosed in Note 5 on income taxes.

Use of estimates and assumptions are made by management in the preparation of the financial statements in conformity with generally accepted accounting principles that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

3. Investments

Investments are primarily carried at fair market value. Two investments whose fair market value is not readily determinable are carried at cost basis of \$1,145. The total cost of all investments is \$88,629. Management intends to hold onto these or similar investments to help maintain a surplus above the Company's required minimum net capital amount.

4. Fixed Assets

Fixed assets utilized by the Company are primarily owned by either the majority stockholder of the Company or a sister company, Trustmont Advisory Group, Inc. (TAG). The Company's relationship with TAG is explained in more detail in Note 8.

Fixed assets at December 31, 2009 consist of the following:

Office equipment	\$3,105
Less accumulated depreciation	<u>(3,105)</u>
Net fixed assets	\$ <u> 0</u>

Accelerated depreciation on these assets of \$3,105 has been recorded in the financial statements in accordance with Internal Revenue Tax Code Section 179. This departure from generally accepted accounting principles is considered immaterial for the purposes of these financial statements.

TRUSTMONT FINANCIAL GROUP, INC.
Notes to Financial Statements, continued
December 31, 2009

5. Income Taxes

The provision for income taxes on the statement of income consists of current year taxes for Federal and state of \$2,967 and \$2406, respectively. The deferred tax benefit on a capital loss carry forward of \$1,712 has not been recorded in these financial statements.

6. Employee Pension Plans

The Company maintains a simplified employee pension plan (SEP) and SIMPLE plan for eligible employees. Annual contributions up to 15% of the eligible employees' salaries can be made at the option of management in the SEP. The "Salaries and related benefits" account on the statement of income includes \$26,285 in pension expense for the year, which includes 10% of eligible salaries in the SEP of \$19,691 and \$6,594 matching contributions by the Company in the SIMPLE plan.

7. Commitment and Contingent Liabilities

The Company purchased a copier during the year at the expiration of an operating lease. The final payment under the terms of that lease during the year was \$172. There are no further obligations of the Company under any operating leases.

8. Related Party Transactions

TAG (see Note 4 above) is a registered investment advisory company that has the same ownership group and utilizes the same employees and office space as the Company. TAG pays the rent for the office space under a lease with the lessor and the Company pays the telephone and utilities for the use of that space. The expenses for these items for the year were \$50,212 and 11,337, respectively. The two companies also have a "management agreement" where TAG pays the Company a monthly fee of 15% of the previous months gross profit. Because a mutually beneficial business arrangement exists between the two companies, the payments may be revised up or down with the mutual consent of both parties. Payments under this agreement totaled \$174,504 for the year.

Errors and emissions insurance for both companies and their representatives is provided by Provest Indemnity Limited (PIL). PIL is an offshore captive insurance company, as defined in Internal Revenue Code Section 831b, in the British Virgin Islands. The majority stockholder of the Company is the sole stockholder in PIL. Payments to PIL during the year by the Company were \$220,000. TAG reimbursed the Company \$29,413 for its share of this cost.

9. Net Capital Requirements

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of a minimum net capital and requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1, with a minimum net capital requirement of the greater of 6 2/3% of aggregate indebtedness or \$5,000. At December 31, 2009, the Company had a net capital of \$86,705 and the aggregate indebtedness to net capital ratio was 2.44 to 1.

TRUSTMONT FINANCIAL GROUP, INC.

Computation of Aggregate Indebtedness and Net Capital
In Accordance With Rule 15c3-1 Under the
Securities Exchange Act of 1934

December 31, 2009

Reconciliation of Net Capital:

Net capital, per FOCUS Form X-17A-5	\$87,755
Audit reclassification:	
Credit balances in other receivables reclassified as accounts payable	(1,050)
Audit adjustments	<u> -</u>
Audited Net Capital	<u>\$86,705</u>

Calculation of Net Capital:

Total stockholders' equity	\$128,662
Nonallowable assets:	
Petty cash	200
Deposit	1,354
Commissions receivable greater than 30 days	277
Net trails commissions	12,120
Other receivables	832
Prepaid insurance	<u>18,333</u>
	(33,116)
Securities haircuts	<u>(8,841)</u>
Audited Net Capital	<u>\$ 86,705</u>

Aggregate Indebtedness:

Total liabilities	<u>\$211,522</u>
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Computation of basic net capital requirement:

Minimum net capital requirement, the greater of \$5,000 or 6 2/3% of aggregate indebtedness:	\$14,109
Net capital in excess of requirement	<u>72,596</u>

Audited Net Capital	<u>\$86,705</u>
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Ratio of aggregate indebtedness to net capital	<u>2.44 to 1</u>
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TRUSTMONT FINANCIAL GROUP, INC.

Computation for Determination of Reserves Required Under
Rule 15c3-3 of the Securities and Exchange Commission

December 31, 2009

The Company is exempt from this requirement under Rule 15c3-3(k)(2)ii.

Ralph W. Burkhouse
Certified Public Accountant

P.O. Box 1018
Washington, PA 15301

(724) 225-2599 Fax (724) 225-1599

Report on Internal Control

Board of Directors
Trustmont Financial Group, Inc.
Greensburg, Pennsylvania:

In planning and performing my audit of the financial statements of Trustmont Financial Group, Inc. (Company), for the year ended December 31, 2009, I considered its internal control, including control activities for safeguarding securities, in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the 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 tests compliance with 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 the reserve required by rule 15c3-3(e). Because the Company does not carry securities account for customers or perform 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 examination, counts, verification, and comparisons
2. Recordation of differences required by rule 17a-13
3. 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. 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 the internal control or the practices and procedures referred to above, error 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.

Member

Board of Directors
Trustmont Financial Group, Inc.
page 2

My consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is condition in which the design or operation of the specific internal control component 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 my occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, I noted no matters involving the internal control that I 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 objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC and other regulatory agencies that rely on rule 17(a)-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.



Washington, Pennsylvania
February 25, 2010