

Acacia Diversified Holdings, Inc.  
Form 10-Q  
October 19, 2012

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

\_\_\_\_\_  
Form 10-Q  
\_\_\_\_\_

(Mark One)

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2010

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE  
ACT

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number: 1-14088

Acacia Automotive, Inc.  
(Exact name of small business issuer as specified in its charter)

Texas  
(State or other jurisdiction of  
incorporation or organization)

(IRS Employer Identification No.)

3515 East Silver Springs Blvd. -  
#243 Ocala, FL  
(Address of principal executive offices)

34470  
(Zip Code)

(877) 513-6294  
(Registrant's telephone number)

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller Reporting  
Company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
Yes  No

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY  
PROCEEDINGS DURING THE PRECEDING FIVE YEARS:

Indicate by check mark whether the registrant HAS FILED ALL DOCUMENTS AND REPORTS REQUIRED TO BE FILED BY Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court. Yes  No

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of common equity, as of June 30, 2010: 12,082,524.

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## PART I FINANCIAL INFORMATION

## Item 1. Financial Statements

ACACIA AUTOMOTIVE, INC.  
CONSOLIDATED BALANCE SHEETS

	June 30, 2010 (Unaudited)	December 31, 2009 (Audited)
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 9,957	\$ 21,035
Certificate of Deposit (Restricted)	150,152	150,041
Accounts receivable	580,703	208,546
Deposits and prepaid expenses	12,344	18,006
Assets of discontinued operations	-	250,416
Total Current Assets	753,156	648,044
PROPERTY AND EQUIPMENT, net of accumulated depreciation of \$121,202 and \$92,005 in 2010 and 2009, respectively	173,211	185,487
<b>OTHER ASSETS</b>		
Goodwill	427,929	427,929
Customer list and Non-Compete Agreement, net of amortization of \$378,480 and \$359,884, respectively	262,654	281,250
Total Other Assets	690,583	709,179
<b>TOTAL ASSETS</b>	<b>\$ 1,616,950</b>	<b>\$ 1,542,710</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Cash overdraft	\$ 155,652	\$ 20,400
Accounts payable	505,438	318,814
Accrued liabilities	248,424	354,622
Line of credit	100,000	265,000
Capital lease obligations, current portion	19,411	31,362
Liabilities of discontinued operations	150,000	240,461
Total Current Liabilities	1,178,925	1,230,659
<b>NONCURRENT LIABILITIES</b>		
Capital lease obligations, less current portion	43,084	47,320
<b>TOTAL LIABILITIES</b>	<b>1,222,009</b>	<b>1,277,979</b>
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, \$0.001 par value, 150,000,000 shares authorized; 12,082,524 shares issued and outstanding.	12,082	12,082
Additional paid-in capital	11,310,788	11,277,668
Retained deficit	(10,927,929)	(11,025,019)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>394,941</b>	<b>264,731</b>
<b>TOTAL STOCKHOLDERS' EQUITY AND LIABILITES</b>	<b>\$ 1,616,950</b>	<b>\$ 1,542,710</b>

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

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ACACIA AUTOMOTIVE  
CONSOLIDATED STATEMENTS OF OPERATIONS

	Three Months Ended June 30,		Six Months Ended June 30,	
	2010 (Unaudited)	2009 (Not Reviewed)	2010 (Unaudited)	2009 (Not Reviewed)
REVENUES	\$ 548,568	\$ 476,366	\$ 956,626	\$ 798,016
OPERATING EXPENSES				
Cost of services (exclusive of depreciation and amortization)	181,000	127,265	226,774	208,616
General and administrative expenses	329,036	278,372	607,838	495,637
Loss on sale of assets	-	2,749	-	3,510
Depreciation and amortization	24,570	55,607	47,793	