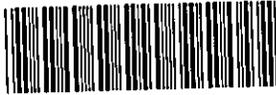


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hours per response..... 12.00



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

SEC FILE NUMBER  
8-53507

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 01/01/05 AND ENDING 12/31/05  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Lane Capital Markets, LLC

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

263 Queens Grant Road

(No. and Street)

Fairfield

(City)

CT

(State)

06824-1929

(Zip Code)

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

John D. Lane

203-255-0341

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Peretz Rosnick & Co., LLP

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

303 S. Broadway Suite 105

(Address)

(City)

Tarrytown, NY

(State)

10591

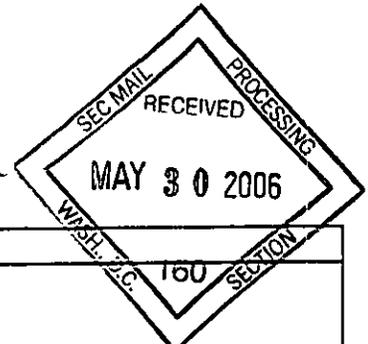
(Zip Code)

CHECK ONE:

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

MAR 28 2006

THOMSON  
FINANCIAL



**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)

MR

OATH OR AFFIRMATION

I, John D. Lane, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of LANE CAPITAL MARKETS, LLC, as of DEC 31, 2005, 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:

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

John D. Lane  
Signature  
PRESIDENT / CEO  
Title

Melissa A. Yelle  
Notary Public

**MELISSA A. YELLE**  
**NOTARY PUBLIC**  
**MY COMMISSION EXPIRES SEP. 30, 2008**

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).

LANE CAPITAL MARKETS, LLC  
RECONCILIATION OF NET CAPITAL

Net capital as reported on 1/26/06 Focus Report	\$ 177,072
Add back payable to non-customers which was actually disbursed prior to 12/31/05 and reflected properly as a reduction of cash and was inadvertently classified as a liability and therefore a reduction of capital.	<u>288,000</u>
Net capital as reported on amended Focus Report and Financial Statement.	<u>\$ 465,072</u>

**PERETZ  
RESNICK  
& CO., LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

303 South Broadway, Suite 105  
Tarrytown, New York 10591  
914-332-5393  
Fax: 914-332-5996  
Email: [contact@peretzcpas.com](mailto:contact@peretzcpas.com)

270 Madison Avenue  
New York, New York 10016  
212-697-2511

January 16, 2006

Mr. John Lane  
Lane Capital Markets, LLC

In addition to our audited report we have determined that there are no material inadequacies found to exist or found to have existed since the date of the previous audit.

A handwritten signature in cursive script that reads "Peretz Resnick & Co. LLP". The signature is written in black ink and is positioned in the lower right quadrant of the page.

LANE CAPITAL MARKETS, LLC  
SCHEDULE OF ADJUSTED NET CAPITAL  
DECEMBER 31, 2005 AND 2004

	<u>2005</u>	<u>2004</u>
Current Assets	\$ 482,012	\$ 559,375
Less: Not Allowable Assets	<u>(12,477)</u>	<u>(12,477)</u>
	<u>469,535</u>	<u>546,898</u>
Less: Total Liabilities	<u>(4,463)</u>	<u>(15,978)</u>
Adjusted Net Capital	<u>\$ 465,072</u>	<u>\$ 530,920</u>
Net Capital Required	<u>\$ 100,000</u>	<u>\$ 100,000</u>
Excess Net Capital	<u>\$ 365,072</u>	<u>\$ 430,920</u>

See Accompanying Notes to the Financial Statements.

LANE CAPITAL MARKETS, LLC  
EXPLANATION OF ADJUSTED NET CAPITAL  
DECEMBER 31, 2005 AND 2004

The net capital required is calculated at 6.66% of total liabilities or \$100,000, whichever is greater.

	<u>2005</u>	<u>2004</u>
Total Liabilities	\$ 4,463	\$ 15,978
x 6.66%	<u>297</u>	<u>1,064</u>
Net Capital Required	<u>\$ 100,000</u>	<u>\$ 100,000</u>