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

SEC FILE NUMBER
B- 23972

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: Saddlebrook Investments, Inc.
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)
5700 Saddlebrook Way

OFFICIAL USE ONLY
FIRM I.D. NO.

Wesley Chapel (No. and Street) FL 33543-4499
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Diane Hall, Controller 813-907-4666
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

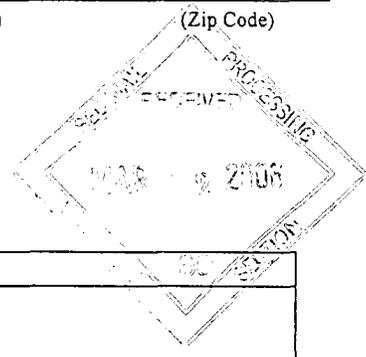
See attached notice pursuant to rule 17a-5(e)(1)(ii)
(Name - if individual, state last, first, middle name)

(Address) (City) (State) (Zip Code)

CHECK ONE:

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

PROCESSED
JUN 07 2006
THOMSON
FINANCIAL



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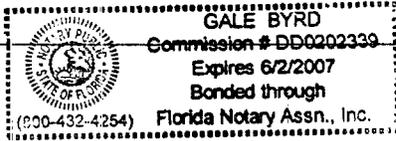
*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

Handwritten signatures and dates: 6/6/06, 5/12/06

OATH OR AFFIRMATION

I, Don Allen, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Saddlebrook Investments, Inc., as of December 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:

N/A



Don Allen
Signature

Treasurer

Title

Gale Byrd
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 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).

Saddlebrook Investments, Inc.
 Balance Sheet
 December 31, 2005
 (Unaudited)

	Allowable	Non- allowable	Total
	-----	-----	-----
Assets			
Cash	3,670		3,670
Other securities	130,969		130,969
Receivable from non-customers		18,600	18,600
Receivable from affiliate		401,669	401,669
	-----	-----	-----
Total assets	134,639	420,269	554,908
	=====	=====	=====
Liabilities and Ownership Equity			
Accounts payable and accrued liabilities	3,192		3,192
Payable to affiliate	4,271		4,271
	-----	-----	-----
Total liabilities	7,463	0	7,463
	=====	=====	-----
Common stock			500
Paid-in capital			345,556
Retained earnings			201,390

Total ownership equity			547,446

Total liabilities and ownership equity			554,908
			=====

Saddlebrook Investments, Inc.
Income Statement
For the Year Ended December 31, 2005
(Unaudited)

Commissions on sales of security real estate	311,855
Interest income	3,607
Total revenues	<u>315,461</u>
Employee compensation and benefits	177,926
Regulatory fees and expenses	1,382
Other expenses	120,866
Total expenses	<u>300,174</u>
Net income	<u><u>15,287</u></u>

Saddlebrook Investments, Inc.
Statement of Changes in Ownership Equity
For the Year Ended December 31, 2005
(Unaudited)

Balance at beginning of period	532,159
Net income	15,287

Balance at end of period	<u>547,446</u>

Saddlebrook Investments, Inc.
 Computation of Net Capital
 December 31, 2005
 (Unaudited)

Ownership equity	547,446
Less non-allowable assets	(420,269)

Net capital before haircuts	127,177
Less haircuts on securities	(2,119)

Net capital	<u>125,058</u>

Basic Net Capital Requirement

Aggregate indebtedness	<u>7,463</u>
Net capital	125,058
Less minimum net capital requirement	(5,000)

Excess net capital	<u>120,058</u>
Ratio of aggregate indebtedness to net capital	<u>0.06</u>