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**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**

REPORT FOR THE PERIOD BEGINNING 1/1/06 AND ENDING 12/31/06  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: BOOMERANG CAPITAL, LLC

OFFICIAL USE ONLY  
 FIRM ID. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
95 B ROWAYTON AVE  
(No. and Street)

ROWAYTON CT 08853-1405  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT.  
DONOUGH Mc DONOUGH 203-855-1723  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

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

FLAUM, GARY M CPA  
(Name - if individual, state last, first, middle name)  
1109 LAWRENCE RD N. BELLMORE NY 11710  
(Address) (City) (State) (Zip Code)

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

**PROCESSED**  
 MAR 21 2007

FOR OFFICIAL USE ONLY THOMSON FINANCIAL

\*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).

GARY M. FLAUM  
CERTIFIED PUBLIC ACCOUNTANT  
1109 LAWRENCE ROAD  
NORTH BELLMORE, NEW YORK 11710

Independent Auditor's Report

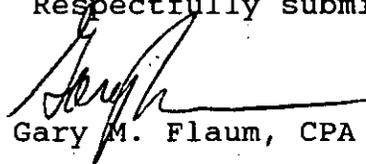
To the Members of Boomerang Capital LLC:

I have audited the accompanying balance sheet of Boomerang Capital LLC (a Connecticut limited liability company) as of December 31, 2006, and the related statements of income and members' capital and cash flows for the period then ended. 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 the audit in accordance with U.S. generally accepted auditing standards. 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 Boomerang Capital LLC as of December 31, 2006, and the results of its operations and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

Respectfully submitted,

  
Gary M. Flaum, CPA

February 18, 2007  
North Bellmore, NY

**BOOMERANG CAPITAL LLC  
BALANCE SHEET  
DECEMBER 31, 2006**

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$ 309,904
Prepaid expenses	<u>12,541</u>

Total Current Assets 322,445

**Property - at cost**

Office furnishings and equipment	100,561
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Less: Accumulated Depreciation	<u>97,452</u>
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Property - net	<u>3,109</u>
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**Other assets**

Security deposit (Note 2)	<u>20,146</u>
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Assets \$ 345,700

**LIABILITIES and MEMBERS' CAPITAL**

**Current Liabilities**

Accrued expenses	<u>\$ 22,314</u>
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**Total liabilities** 22,314

**Members' Capital** 323,386

Liabilities and Members' Capital \$ 345,700

See accountant's audit report and notes to financial statements

**BOOMERANG CAPITAL LLC  
STATEMENT OF INCOME AND MEMBERS' CAPITAL  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**Revenue**

Consulting fees	\$13,759,238
Interest income	<u>868</u>

<b><u>Total revenue</u></b>	<b>13,760,106</b>
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**Expenses**

Salaries-office	803,103
Employee benefits	79,712
Payroll taxes	34,968
Payroll service expense	4,382
Rent	89,393
Legal fees	31,356
Professional fees	8,250
Insurance	1,073
Consultants	34,908
Contributions	1,625
Office	92,591
Filing fees	11,235
Printing and stationery	9,413
Web-site expenses	1,804
Telephone	24,249
Travel & entertainment	238,315
Auto	21,552
Other taxes	2,005
Depreciation	<u>24,295</u>

<b><u>Total expenses</u></b>	<b><u>1,514,229</u></b>
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<b><u>Net income for the year</u></b>	<b>12,245,877</b>
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<b><u>Members' Capital-Beginning of the year</u></b>	<b>95,236</b>
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<b><u>Members' Capital Contributed during the year</u></b>	<b>-0-</b>
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<b><u>Members' Capital Withdrawn during the year</u></b>	<b><u>-12,017,727</u></b>
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<b><u>Members' Capital-End of year</u></b>	<b><u>\$ 323,386</u></b>
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See accountant's audit report and notes to financial statements

**BOOMERANG CAPITAL LLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**Cash flows from operating activities:**

<b>Net income</b>	\$12,245,877
Adjustments to reconcile net cash provided by operating activities:	
Provision for depreciation	<u>24,295</u>
	12,270,172
Increase in prepaid expenses	- 12,541
Increase in security deposit	- 10,146
Increase in accrued expenses	<u>3,884</u>
<b><u>Operating cash flow:</u></b>	<u>12,251,369</u>

**Cash flows from -used by investing activities:**

Additions to property and equipment	-15,576
<b><u>Investing cash flow:</u></b>	<u>- 15,576</u>

**Cash flows from financing activities**

Capital contributions	-0-
Member withdrawals	<u>-12,017,727</u>
<b><u>Financing cash flow:</u></b>	<u>-12,017,727</u>

<b><u>Net increase in Cash and Cash equivalents</u></b>	218,066
<b><u>Cash and Cash equivalents, Beginning of year</u></b>	<u>91,838</u>
<b><u>Cash and Cash equivalents, End of year</u></b>	<u>\$ 309,904</u>
<b><u>Cash paid during the year</u></b>	
Income Taxes	-0-
Interest	-0-

See accountant's audit report and notes to financial statements

**BOOMERANG CAPITAL LLC**  
**AUDITED COMPUTATION OF NET CAPITAL**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

Members' Capital at December 31, 2006		\$323,386
Less: Non-allowable assets:		
Property-net	3,109	
Security deposit	<u>20,146</u>	<u>-23,255</u>
Members' Net Capital at December 31, 2006		<u>\$300,131</u>

**BOOMERANG CAPITAL LLC**  
**STATEMENT OF CHANGES IN MEMBERS' CAPITAL**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

Members' capital at January 1, 2006	\$ 95,236
Net income the year ended December 31, 2006	12,245,877
Net Members capital withdrawals	-12,017,727
Net Members Capital Contributions	<u>-0-</u>
Members' capital at December 31, 2005	<u>\$ 323,386</u>

See accountant's audit report and notes to financial statements

**BOOMERANG CAPITAL LLC  
RECONCILIATION OF AUDITED COMPUTATION OF NET CAPITAL  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**PARTNERS NET CAPITAL**

AMOUNT REPORTED ON ORIGINAL 12/31/06 FOCUS REPORT	\$ 343,517
AMOUNT REPORTED ON AUDITED 12/31/06 REPORT	<u>323,386</u>
DIFFERENCE	<u>\$20,131</u>

**BALANCE SHEET DIFFERENCES**

ACCRUED EXPENSES ON AUDITED 12/31/06 REPORT	\$ 22,314	
ACCRUED EXPENSES ON ORIGINAL 12/31/06 FOCUS REPORT	<u>5,000</u>	
DIFFERENCE		<u>17,314</u>
PREPAID EXPENSES ON AUDITED 12/31/06 REPORT	-12,541	
PREPAID EXPENSES ON ORIGINAL 12/31/06 FOCUS REPORT	<u>-0-</u>	<u>-0-</u>
DIFFERENCE		<u>-12,541</u>
FIXED ASSETS ON AUDITED 12/31/06 REPORT	3,109	
FIXED ASSETS ON ORIGINAL 12/31/06 FOCUS REPORT	<u>18,467</u>	
DIFFERENCE		<u>15,358</u>
RECONCILED DIFFERENCE		<u>\$20,131</u>

See accountant's audit report and notes to financial statements:

GARY M. FLAUM  
CERTIFIED PUBLIC ACCOUNTANT  
1109 LAWRENCE ROAD  
NORTH BELLMORE, NEW YORK 11710

**Independent Auditor's Report on Compliance  
and Internal Control over Financial Reporting  
in Accordance with SEC Standards**

To the Members of Boomerang Capital LLC;

**Compliance**

As part of obtaining reasonable assurance about whether Boomerang Capital LLC financial statements are free of material misstatement, I performed tests of it's compliance with certain provisions of laws and regulations, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. The results of my tests disclosed no instances of noncompliance that are required to be reported under SEC Standards.

**Internal Control Over Financial Reporting**

In planning and performing my audit, I considered Boomerang Capital LLC's internal control over financial reporting 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 over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition I which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and it's operation that I consider to be material weaknesses. There are no prior year reportable conditions.

Respectfully submitted,



Gary M. Flaum, CPA

February 18, 2007  
North Bellmore, New York

**BOOMERANG CAPITAL LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**NOTE 1: ORGANIZATION**

Boomerang Capital LLC, a Connecticut limited liability company (the Company) was formed on September 10, 2001. The Company is a hedge fund placement firm that provides the hedge fund manager with valuable marketing capabilities.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Cash and Cash Equivalents**

For purpose of the statement of cash flows, the Institute considers all highly liquid debt instruments such as money market accounts to be cash equivalents.

**Property and equipment**

Property and equipment are stated at cost. They are being depreciated over their estimated useful lives using the straight-line method or Internal Revenue Code methods when applicable.

**Basis of accounting**

The accompanying financial statements are prepared using the accrual basis of accounting in accordance with generally accepted accounting principles. Revenues are recognized in the period in which they are earned. Expenses are recognized in the period in which they are incurred

**Income taxes**

No provision is made for income taxes as any income or loss that is includable in the income tax returns of the members. Accordingly, there is no liability for income taxes in the accompanying financial statements. A franchise fee, based on revenue, is paid to the State of Connecticut.

**BOOMERANG CAPITAL LLC  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**NOTE 2: LEASE COMMITMENTS**

The Company leases office facilities for a term of five years beginning August 1, 2006 and ending August 1, 2011. Monthly rents are \$10,073 and future minimum lease payments are as follows:

<u>Lease term</u>	<u>Annual rent</u>
1/1/07-12/31/07	\$ 120,876.
1/1/08-12/31/08	120,876.
1/1/09-12/31/09	120,876.
1/1/10-12/31/10	120,876.
1/1/11- 7/31/11	<u>70,511.</u>
Total	<u>554,015.</u>

The value of the security deposit with the landlord at December 31, 2006 is \$20,146.

**END**