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UNITED STATES
SECURITIES AND EXCHANGE
Washington, D.C.



07008370

OMB APPROVAL
OMB Number: 3235-0123
Effective Date: October 31, 2004
Estimated average burden
hours per response..... 12.00

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

CM

SEC FILE NUMBER
8-41503

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 12/1/05 AND ENDING 12/31/05
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Fifth Avenue Securities Inc.

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

OFFICIAL USE ONLY

FIRM I.D. NO.

(No. and Street)

(City)

(State)

(Zip Code)

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

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Steven A. Garlick, CPA

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

PROCESSED

JAN 17 2008

THOMSON
FINANCIAL

(Address)

(City)

(Zip Code)

CHECK ONE:

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

SECURITIES AND EXCHANGE COMMISSION
RECEIVED
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BRANCH OF REGISTRATIONS
AND EXAMINATIONS

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)

8-1-08

FIFTH AVENUE SECURITIES, INC.
AUDIT REPORT

DECEMBER 31, 2005

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STEPHEN G. GAVLICK

CERTIFIED PUBLIC ACCOUNTANT

8081 STANTON AVENUE

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BUENA PARK, CALIFORNIA 90620

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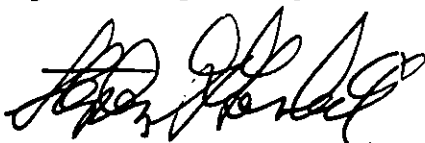
February 8, 2006

Board of Directors
Fifth Avenue Securities, Inc.
Buena Park, California 90620

I have audited the accompanying statement of financial condition of Fifth Avenue Securities, Inc., as of December 31, 2005 and related statements of income, cash flows, and changes in stockholders' equity for the year then ended. These financial statements are being filed pursuant to Rule 17a-5 of the Securities Exchange Act of 1934 and include the supplemental schedule of the net capital computation required by Rule 15c3-1. These financial statements are the responsibility of Fifth Avenue Securities, Inc.'s managements. 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 condition of Fifth Avenue Securities, Inc. as of December 31, 2005 and the results of its operations, cash flows and stockholder's equity for the year then in conformity with accounting principles generally accepted in the United States of America.



STEPHEN G. GAVLICK
Certified Public Accountant

FIFTH AVENUE SECURITIES, INC.
STATEMENT OF FINANCIAL CONDITION

DECEMBER 31, 2005

ASSETS

Current Assets:

Cash	\$ 9,714	
Accounts Receivable	11,000	
Other Receivable	<u>13,434</u>	
Total Current Assets		\$ <u>34,148</u>
Total Assets		\$ <u>34,148</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities:

Accounts Payable	\$ <u>11,000</u>	
Total Current Liabilities		\$ <u>11,000</u>
Total Liabilities		\$ <u>11,000</u>

Shareholders' Equity:

Common Stock (\$100 par value 10,000 shares authorized, 140 shares issued and outstanding)	\$ 14,000	
Retained Earnings	<u>9,148</u>	<u>23,148</u>
Total Liabilities and Shareholders' Equity		\$ <u>34,148</u>

See Accompanying Notes to Financial Statements

FIFTH AVENUE SECURITIES, INC.
STATEMENT OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 2005

REVENUES		
Commissions		\$ 62,250
Interest Income		<u>112</u>
Total Income		\$ 62,362
EXPENSES		
Commissions	\$ 43,238	
Accounting	1,500	
Outside Services	6,352	
Registration Fees	2,415	
Rent	5,400	
Office Expense	2,599	
Bank Charges	32	
Taxes and Licenses	<u>825</u>	<u>62,361</u>
NET INCOME		<u>\$ 1</u>

See Accompanying Notes to Financial Statements

FIFTH AVENUE SECURITIES, INC.
 STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Common Shares</u>	<u>Stock Amount</u>	<u>Retained Earnings</u>	<u>Total Shareholders' Equity</u>
Balance December 31, 2004	140	\$ 14,000	\$ 9,147	\$ 23,147
Net Income	<u> </u>	<u> </u>	<u> 1</u>	<u> 1</u>
Balance, December 31, 2005	<u>140</u>	<u>\$ 14,000</u>	<u>\$ 9,148</u>	<u>\$ 23,148</u>

See Accompanying Notes to Financial Statements

FIFTH AVENUE SECURITIES, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2005

Cash Flows from Operating Activities:

Net Income	\$ 1
Accounts Receivable	(24,434)
Accounts Payable	<u>11,000</u>
Net Cash used from Operating Activities	(13,433)
Net decrease in Cash	(13,433)
Cash at Beginning of Year	<u>23,147</u>
Cash at End of Year	<u>\$ 9,714</u>

Statement of Supplemental Information

Taxes Paid	\$ 800
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See Accompanying Notes to Financial Statements

FIFTH AVENUE SECURITIES, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 Organization

Fifth Avenue Securities, Inc. (the Company), was incorporated in January 1986 and is registered as a broker-dealer in securities under the Securities Exchange Act of 1934.

The Company, in connection with its activities as a broker-dealer, holds no funds or securities for customers. The Company executes and clears all of its transactions through a clearing broker-dealer on a fully disclosed basis and, accordingly, is exempt from the provisions of Rule 15c3-3 under Subparagraph (k)(1).

NOTE 2 Net Capital Requirements

Pursuant to the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital as defined under such provisions. See the Computation of Net Capital Requirements following these Notes to Financial Statements.

FIFTH AVENUE SECURITIES, INC.
 COMPUTATION OF NET CAPITAL REQUIREMENTS
 PURSUANT TO RULE 15C3-1
 DECEMBER 31, 2005

COMPUTATION OF NET CAPITAL	
Total Shareholder Equity	\$ 23,148
NET CAPITAL	23,148
COMPUTATION OF NET CAPITAL REQUIREMENTS	
Minimum net aggregate indebtedness - 6 2/3% of net aggregate indebtedness	733
Minimum Dollar Net Capital Required	5,000
Net Capital Required (Greater of Above Amounts)	5,000
EXCESS CAPITAL	18,148
COMPUTATION OF AGGREGATE INDEBTEDNESS	
Total Liabilities	11,000
Percentage of Aggregate Indebtedness to Net Capital	48%

The following is a reconciliation of the above net capital computation with the Company's corresponding unaudited computation pursuant to Rule 179-5(d)(4):

NET CAPITAL PER COMPANY'S COMPUTATION	\$ 23,148
VARIANCE	- 0 -
NET CAPITAL	\$ 23,148

See Accompanying Notes to Financial Statements

PART II

FIFTH AVENUE SECURITIES, INC.

STATEMENT OF INTERNAL CONTROL

DECEMBER 31, 2005

STEPHEN G. GAVLICK

CERTIFIED PUBLIC ACCOUNTANT

8081 STANTON AVENUE

SUITE 204

BUENA PARK, CALIFORNIA 90620

PHONE: (714) 826-9788

FAX: (714) 826-3328

February 8, 2006

Board of Directors
Fifth Avenue Securities, Inc.
Buena Park, California 90620

I have audited and reported thereon under date of February 8, 2006 the financial statements of Fifth Avenue Securities, Inc. As part of my audit I reviewed and tested the Respondent's systems of internal control, including the accounting system and procedures for safeguarding assets for the year ended December 31, 2005 to the extent I considered necessary to evaluate as required by generally accepted auditing standards.

The objectives of internal control is to provide reasonable but not absolute assurance as to the safeguarding of assets against loss and reliability of financial records for preparing financial statements and maintaining accountability of assets. The concept of reasonable assurance recognizes that the cost should not exceed the benefits derived and also recognizes that the evaluation of these factors requires estimates and judgments by management.

These are inherent limitations that should be recognized in considering the effectiveness of any system of internal control. Errors can result from misunderstanding, mistakes of judgment, carelessness or other personal factors. Segregation of duties can be circumvented by management. Projection on any evaluation of internal control to future periods is subject to the risk that current procedures may become inadequate because of changing conditions and the degree of compliance with procedure could deteriorate.

My study and evaluation of the Respondent's system for internal control including the accounting system, and procedures for safe guarding assets for the year ended December 31, 2005 was made for the purpose set forth in the first paragraph above and, would not necessarily disclose all inadequacies in the system. However, such study and evaluation disclosed no conditions that I believe to be material inadequacies and accordingly a letter of material inadequacies will not be issued.

STEPHEN G. GAVLICK
Certified Public Accountant

END