SDS CAPITAL GROUP SPC LTD Form SC 13G/A February 14, 2005

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

SCHEDULE 13G (Rule 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT TO RULES 13d-1(b) (c), AND (d) AND AMENDMENTS THERETO FILED PURSUANT TO RULE 13d-2(b)

(Amendment No. 1) *

P-COM, Inc. (Name of Issuer)

Common Stock, \$0.0001 par value per share (Title of Class of Securities)

693262206 (CUSIP Number)

December 31, 2004 (Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- |_| Rule 13d-1(b)
- |X| Rule 13d-1(c)
- |_| Rule 13d-1(d)

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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1. NAME OF REPORTING PERSONS
I.R.S. IDENTIFICATION NO. OF ABOVE PERSONS (ENTITIES ONLY)

SDS Capital Group SPC, Ltd. (1)

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

							x _	
3.	SEC USE C	NLY						
4.	CITIZENSH	IP OF	R PLACE OF ORG	ANIZATION				
	Cayman Is	lands	5					
NU	JMBER OF	5.	SOLE VOTING	POWER				
S	SHARES		1,029,211 (1)				
BENEFICIALLY		6.	SHARED VOTIN	G POWER				
OM	NED BY		0					
	EACH	7.	SOLE DISPOSI	TIVE POWER				
RE	EPORTING		1,029,211 (1)				
PERSON		8.	SHARED DISPO	SITIVE POWER				
	WITH		0					
9.	AGGREGATE	AMOU	JNT BENEFICIAL	LY OWNED BY EA	ACH REPORTING	PERSON		
	1,029,211	(1)						
10.	CHECK BOX	IF 7	THE AGGREGATE	AMOUNT IN ROW	(9) EXCLUDES	CERTAIN SH	ARES*	
								1_1
11.	PERCENT C	F CL	ASS REPRESENTE	D BY AMOUNT IN	N ROW (9)			
	8.3%							
12.	TYPE OF R	EPORT	 ΓING PERSON*					
	СО							
			*SEE INSTRU	CTIONS BEFORE	FILLING OUT!			
(1)	upon the	conv		hares of commo ferred stock a SPC, Ltd.				
 CUSI	 IP No. 6932			SCHEDULE 130	3			 Pages
1.		ENTIE		F ABOVE PERSON	NS (ENTITIES O	NLY)		

2.	CHECK THE	APP	ROPRIATE BOX IF A MEMBER OF A GROUP*					
				(a) x (b) _				
3.	SEC USE C	NLY						
4.	CITIZENSE	IIP O	R PLACE OF ORGANIZATION					
	Delaware							
NU	MBER OF	5.	SOLE VOTING POWER					
S	HARES		0					
BENE	FICIALLY	6.	SHARED VOTING POWER					
OW	NED BY		1,029,211					
	EACH	7.	SOLE DISPOSITIVE POWER					
RE	PORTING		0					
PERSON 8.		8.	SHARED DISPOSITIVE POWER					
	WITH		1,029,211					
9.	AGGREGATE	AMO	JNT BENEFICIALLY OWNED BY EACH REPORTING P	 ERSON				
	1,029,211	-						
10.	CHECK BOX	IF	FHE AGGREGATE AMOUNT IN ROW (9) EXCLUDES C	 ERTAIN SHARES*				
				1_1				
11.	PERCENT C	F CL	ASS REPRESENTED BY AMOUNT IN ROW (9)					
	8.3%							
12.	TYPE OF F		 FING PERSON*					
	CO							
			*SEE INSTRUCTIONS BEFORE FILLING OUT!					
CUSI	P No. 6932	6220	- SCHEDULE 13G -	Page 4 of 9 Pages				
1.			TING PERSONS FICATION NO. OF ABOVE PERSONS (ENTITIES ON					
				u.,				
	Mr. Steve		ROPRIATE BOX IF A MEMBER OF A GROUP*					

					(a) (b)		
3.	SEC US	E ONLY					
 4.	CITIZE	 NSHIP OR	PLACE OF ORGANIZATION				
	United	States					
NU	MBER OF	5.	SOLE VOTING POWER				
S	HARES		0				
BENEFICIALLY		Y 6.	SHARED VOTING POWER				
OW	NED BY		1,029,211				
EACH		7.	SOLE DISPOSITIVE POWER				
RE	PORTING		0				
PERSON 8.		8.	SHARED DISPOSITIVE POWER				
	WITH		1,029,211				
9.	AGGREG	ATE AMOU	T BENEFICIALLY OWNED BY EACH	REPORTING PERSON	N		
	1,029,	211					
10.	CHECK	BOX IF T	E AGGREGATE AMOUNT IN ROW (9)	EXCLUDES CERTA	 IN SH	 ARES*	
						1_1	
11.	PERCEN'	T OF CLA	S REPRESENTED BY AMOUNT IN RO	 DW (9)			
	8.3%						
12.	TYPE O	 F REPORT	NG PERSON*				
	IN						
			*SEE INSTRUCTIONS BEFORE FI				
CUSIP No. 693262206		93262206	SCHEDULE 13G	Pa	age 5	of 9 Pages	
Item	1(a).	Name of	Issuer:				
		P-COM,	nc.				
Item	1(b).	Address	of Issuer's Principal Execut:	ive Offices:			
			Winchester Boulevard , California 95008				

- Item 2(a). Name of Person Filing.
- Item 2(b). Address of Principal Business Office or, if None, Residence.
- Item 2(c). Citizenship.

SDS Capital Group SPC, Ltd. (the "Reporting Person")
Ogier & Boxalls
Queensgate House
113 South Church Street
P.O. Box 1234GT
Grand Cayman
Cayman Islands
Cayman Islands Corporation

SDS Management, LLC (the "Investment Manager") 53 Forest Avenue, 2nd Floor Old Greenwich, CT 06870 Delaware limited liability company

Mr. Steven Derby ("Mr. Derby")
Sole Managing Member of the Investment Manager
53 Forest Avenue, 2nd Floor
Old Greenwich, CT 06870
United States citizen

Item 2(d). Title of Class of Securities:

Common Stock, par value \$0.0001 per share

Item 2(e). CUSIP Number:

693262206

Item 3. If this statement is filed pursuant to Rules 13d-1(b), or 13d-2(b) or (c), check whether the person filing is a:

Not Applicable

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Item 4. Ownership.

The following is information regarding the aggregate number and percentage of the class of securities of the issuer identified in Item 1 as of December 31, 2004:

- 1. The Reporting Person.
- (a) Amount beneficially owned: 1,029,211 shares of common stock.
- (b) Percent of Class:8.3%
- (c) Number of shares as to which such person has:
 - (i) sole power to vote or direct the vote: 1,029,211
 - (ii) shared power to vote or direct the vote: 0

- (iii) sole power to dispose or direct the disposition of: 1,029,211
- (iv) shared power to dispose or direct the disposition of: 0
- 2. The Investment Manager same as Mr. Derby, see below.
- 3. Mr. Derby.
- (a) Amount beneficially owned: 1,029,211 shares of common stock.
- (b) Percent of Class:8.3%
- (c) Number of shares as to which such person has:
 - (i) sole power to vote or direct the vote: 0
 - (ii) shared power to vote or direct the vote: 1,029,211
 - (iii) sole power to dispose or direct the disposition of: 0
 - (iv) shared power to dispose or direct the disposition of: 1,029,211

The 1,029,211 shares of common stock of the issuer are issuable upon the conversion of preferred stock and the exercise of warrants held by the Reporting Person.

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Item 5. Ownership of Five Percent or Less of a Class.

Not Applicable.

Item 6. Ownership of More than Five Percent on Behalf of Another Person.

Not Applicable.

Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company or Control Person.

Not Applicable

Item 8. Identification and Classification of Members of the Group.

Not Applicable

Item 9. Notice of Dissolution of Group.

Not Applicable

Item 10. Certification.

Certification pursuant to Rule 13d-1(c):

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

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SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: February 14, 2005

SDS CAPITAL GROUP SPC, LTD. By: SDS Management, LLC, its Investment Manager

By: /s/ Steven Derby

Name: Steven Derby

Name: Steven Derby Title: Managing Member

SDS MANAGEMENT, LLC

By: /s/ Steven Derby

Name: Steven Derby
Title: Managing Member

/s/ Steven Derby

Steven Derby

CUSIP No. 693262206

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EXHIBIT A JOINT FILING AGREEMENT

This Agreement is filed as an exhibit to this Amendment No. 1 to Schedule 13G being filed by SDS Capital Group SPC, Ltd., SDS Management, LLC and Mr. Steven Derby in compliance with Rule 13d-1(k) of the Securities and Exchange Commission, which requires an agreement in writing indicating that this Schedule 13G to which this Agreement is attached is filed on behalf of the below-named companies, that they are each responsible for the timely filing of the Schedule 13G and any amendments thereto and for the completeness and accuracy of the

information concerning such persons contained therein.

This Agreement may be executed in counterparts, each of which when so executed and delivered shall be deemed an original and all of which taken together shall constitute but one and the same instrument.

Dated: February 14, 2005

SDS CAPITAL GROUP SPC, LTD. By: SDS Management, LLC, its Investment Manager

By: /s/ Steven Derby

Name: Steven Derby

Name: Steven Derby Title: Managing Member

SDS MANAGEMENT, LLC

By: /s/ Steven Derby

Name: Steven Derby Title: Managing Member

/s/ Steven Derby

Steven Derby