

ADVANCE TECHNOLOGIES INC
Form 10QSB/A
June 18, 2001

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10 QSB/A

(Mark One)

Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For the quarterly period ended June 30, 2000

Or

Transition report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For the transition period _____ to _____

Commission file number 0-27175

ADVANCE TECHNOLOGIES, INC.
(Exact name or registrant as specified in its charter)

Nevada
(State or other jurisdiction
Incorporation or organization)

95-475536
(I.R.S. Employer
Identification No.)

716 Yarmouth Rd Suite 215
Palos Verdes Estates, CA 90274
(Address of principal executive offices)

Registrant's telephone number, including area code:
(310) 265-7776

Indicate by check mark whether the registrant (1) has filed all reports Required to be filed by Section 13 or 15(d) of the Securities Exchange Act Of 1934 during the preceding 12 months (or for such that the registrant was Required to file such reports), and (2) has shorter period been subject to Such filing requirements for the past 90 days.
Yes No

APPLICABLE ONLY TO ISSUES INVOLVED IN BANKRUPTCY.

Indicate by check whether the registrant has filed all documents And report required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.
Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the

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issuer's classes of common stock, as of the latest practicable date.

As of June 30, 2000, approximately 2,572,923 shares of the Registrant's Common Stock, \$0.001 par value were outstanding.

As of June 30, 2000, approximately 50,204,102 shares of the Registrant's Class A Preferred Non-voting Stock par value \$0.001 were outstanding.

SIGNATURES

Pursuant to the requirement of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Date: June 14, 2001

Advance Technologies, Inc.
(Registrant)

By: /s/ Gary E. Ball
Gary E. Ball
President and Director

Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Financial Statements
June 30, 2000

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David L Johnson
CERTIFIED PUBLIC ACCOUNTANT
231 D Street. Suite D
Davis, California 95616
(530) 758-4260
FAX (530) 758-4113

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To the Board of Directors
Advanced Technologies, Inc.

I have reviewed the accompanying balance sheets of Advanced Technologies, Incorporated as of June 30, 2000 and related statements of income and retained earnings, and cash flows for the nine months then ended, in accordance with statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is representation of the management of Advanced Technologies, Inc.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly I do not express such an opinion.

Based on my reviews, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

My review was made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles.

/s/ David J. Johnson
Certified Public Accountant
August 18, 2000

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Advanced Technologies, Inc.
(a Development Stage Company)
Consolidated Balance Sheets

	Assets	June30
Current assets		2000
Cash		\$22693
Prepaid License (Note 4)		25000
Prepaid Auto Lease		2180

Total Current Assets		\$49873
Liabilities and Stockholders' Equity		
Other Assets		
Patent		\$11250

Total Assets		\$61123

Current Liabilities		
Accounts Payable		0
Accounts Payable - Officer		4846
Note Payable - Officer (Note 7)		104500
Advance Royalties (Note 5)		25000

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Total Current Liabilities	----- \$ 134346
Stockholders' Equity	
Common Stock, authorized 100,000,000 shares of \$.001 par value. issued and outstanding 2,572,923 share	\$ 2,573
Preferred Stock, Series A authorized 100,000,000 shares of \$.001 par value, issued and outstanding 50,204,102 shares	50,204
Additional Paid in Capital	446,496
Deficit Accumulated During the Development Stage	(572496)

Total Stockholders' Equity	(73223)
Total liabilities and Stockholders' Equity	\$ 61123

This accompany notes are an integral part of these financial statements	

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Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Statement of Operations

	Nine months ended June 30, 2000 -----	Six Months Ended June 30, 2000 -----
Revenues:	0	0
Expenses:		
Organization, Costs	0	0
General and administrative	21896	21648
	-----	-----
Total Expenses	21896	21648
	-----	-----
Net (Loss)	(21896)	(21648)
	0	0
Beginning Retained earnings	(550,600)	(550,850)
	-----	-----
Ending Retained earnings	(572,496)	(572,496)
	-----	-----

The accompanying notes are an integral part of these

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financial statements

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Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Statement of Cash Flows

	Nine Months ended June 30, 2000 -----	Six Months Ended June 30, 2000 -----
Cash flows from Operating Activities		
Net loss	(21894)	(21648)
	-----	-----
Adjustments to reconcile net income to Net cash provided by operating activities:		
Decrease in accounts payable	(1218)	(1218)
	-----	-----
Net Cash flow provided (used) by operating activities	(23112)	(22864)
	-----	-----
Cash flow from Investing Activities		
Purchase of Patent Rights	(11250)	(11250)
Cash flows from Financing Activities		
Loans from Shareholders	56500	56500
	-----	-----
Net Increase in Cash	22138	22386
Cash at the Beginning of Year	555	307
Cash end of Period	22693	22693
	-----	-----

The accompanying notes are an integral part of these
financial statements

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Advance Technologies, Inc.
(a Development Stage Company)
Notes to the consolidated Financial Statements
June 30, 2000

NOTE 1-Summary of Significant Accounting Policies

a. Organization

The Company was organized under the laws of the state of Delaware on June 16, 1969 as PWB industries, Inc. On November 10, 1975, the Company changed its name to Sun Energy, Inc. At that time the Company began operation in the oil and gas lease industry. By 1985 the Company discontinued its operation and became dormant. On March 6, 1996 the Company attempted a merger that eventually failed.

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On August 23, 1997 the Company changed its name to Advance Technologies, Inc. and moved its state of domicile to the state of Nevada.

On September 27, 1999 pursuant to a plan of acquisition, the Company exchanged 50,204,102 shares of its Series "A" preferred stock for SeaCrest Industries Corporation's 50,204,102 share of common stock. This acquisition has been accounted for using the purchase method of a business combination.

b. Accounting Method

The Company recognizes Income and expense on the accrual basis of accounting.

c. Consolidation

The consolidated financial statements include the accounts of Advanced Technologies, Inc. and SeaCrest Industries Corporation, a wholly owned subsidiary. Intercompany transactions have been eliminated.

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d. Earning (Loss) Per Share

The computation of earning per share of common stock is based on the weighted average number of shares outstanding at the date of the financial statements.

e. Cash and Cash Equivalents

The Company considers all highly liquid investment with maturities of three months or less to be cash equivalents.

f. Provision for Income Taxes

No provision for income taxes has been recorded due to net operating loss carryforwards totaling approximately \$(572,496) that will be offset against future taxable income. These NOL carryforwards begin to expire in the year 2004. No tax benefit has been reported in the financial statements because the Company believes there is a 50% or greater chance the carryforward will expire unused.

Deferred tax assets and the valuation account is as follows:

	June 30, 2000
Deferred tax asset	
NOL carryforward	\$211,222
Valuation allowance	(211,222)

	\$ -

NOTE 2-Going Concern

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The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company has few assets and has had recurring operating losses and is dependent upon financing to continue operations. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. It is management's plan to find an operating company to merge with, thus creating necessary operating revenue.

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NOTE 3-Development Stage Company

The company is a development stage company as defined in Financial Accounting Standards Board Statement No.7. It is concentrating substantially all of its efforts in raising capital and developing its business operations in order to generate significant revenues.

NOTE 4-Prepaid License Agreement

SeaCrest Industries Corporation, formerly Infrared Systems International, Inc., entered into a licensing agreement with Hughes Aircraft Company for an infrared landing aid system. Hughes Aircraft Company was paid \$25,000 on October 25, 1995 upon commencement of the agreement. There is also a \$1,000 royalty payment due to Hughes Aircraft Company for each unit sold. The first twenty units sold, \$20,000, will be deducted from the original \$25,000 deposit. This royalty agreement will be renegotiated on October 25, 2000.

NOTE 5-Advanced Royalties

SeaCrest Industries Corporation, formerly Infrared Systems International, Inc., entered into a licensing agreement for marketing and distributing of infrared aircraft landing systems. SeaCrest received \$25,000 in advances.

NOTE 6-Stock Transactions

On December 2, 1998 and August 23, 1997, the Company's board of directors authorized a reverse stock split, 1 share for 35 shares and 1 share for 10 shares, respectively. The financial statements have been retroactively restated to show the effects of the reverse stock split.

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Advance Technologies, Inc.
(a Development Stage Company)
Notes to the consolidated Financial Statements
June 30, 2000

NOTE 7-Related Party Transactions

Since the Company does not have the necessary operating revenue to sustain operations, stock has been issued for service. Some of the parties receiving stock are related parties, including officers of the Company.

During 1999 and 2000, an officer of the Company advanced \$116,500 to cover expenses. \$12,000 was subsequently paid back leaving a note payable of \$48,000 at March 31, 2000. The note payable officer is considered a current liability with no provisions for interest.

During 1999, the officers of the Company paid their own travel expenses. The amount payable to the officers at June 30, 2000 is \$4,846.