

Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

SEARCHHOUND COM INC  
Form 10QSB  
August 14, 2003

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549  
FORM 10-QSB  
REGISTRATION STATEMENT UNDER THE  
SECURITIES ACT OF 1933

(X) QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the Quarter ended June 30, 2003

( ) TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934  
For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number: 0-19471

SEARCHHOUND.COM, INC.

(Exact name of registrant as specified in its charter)

Nevada  
(State or other jurisdiction of  
incorporation or organization)

91-1942841  
(I.R.S. Employer Identification No.)

9600 W. Sample Road, Suite 505, Coral Springs, Florida 33065  
-----  
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (305) 531-1174

12817 Woodson,  
Overland Park, Kansas 66209  
-----  
(Former name or former address, if changed since last report)

Copies of all communications, including all communications sent to the agent for  
service, should be sent to:

Joseph I. Emas, Attorney at Law  
1224 Washington Avenue  
Miami Beach, Florida 33139  
Telephone: 305.531.1174

SEARCHHOUND.COM, INC.  
-----

Index

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements (unaudited)

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

Consolidated Condensed balance sheets at June 30, 2003 and December 31, 2002

Consolidated Condensed statements of operations for the Three Months and Six Months ended June 30, 2003 and 2002

Consolidated Condensed statements of cash flows for the Six Months ended June 30, 2003 and 2002

Notes to consolidated condensed financial statements June 30, 2003

Item 2. Management's Discussion and Analysis of Financial Conditions and Results of Operations

### PART II OTHER INFORMATION

Item 1. Legal Proceedings

Item 2. Changes in Securities

Item 3. Defaults Upon Senior Securities

Item 4. Submission of Matters to a Vote of Security Holders

Item 5. Other Information

Item 6. Exhibits and Reports on Form 8-K

Signatures

-----

### Forward-Looking Statements

The following discussion contains, in addition to historical information, forward-looking statements regarding SearchHound.com, Inc. (the "Company" or "NIMS"), that involve risks and uncertainties. The Company's actual results could differ materially. For this purpose, any statements contained in this Report that are not statements of historical fact may be deemed to be forward-looking statements. Without limiting the generality of the foregoing, words such as "may," "will," "expect," "believe," "anticipate," "intend," "could," "estimate," or "continue" or the negative or other variations thereof or comparable terminology are intended to identify forward-looking statements. Factors that could cause or contribute to such difference include, but not limited to, history of operating losses and accumulated deficit; possible need for additional financing; competition; dependence on management; risks related to proprietary rights; government regulation; and other factors discussed in this report and the Company's other filings with the Securities and Exchange Commission.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS.

### Summary Overview and Overall Business Strategy

SearchHound.com, Inc. is the result of the June 1, 2000 merger of Pan International Gaming, Inc. ("Pan International") and Searchhound.com 2000 Ltd. This transaction was treated as a "reverse merger" for financial accounting and reporting purposes. Specifically, SearchHound.com 2000, Ltd. was treated as the acquirer of Pan International due to the fact that the shareholders of Searchhound.com 2000, Ltd. received 70.3% of the total shares outstanding upon consummation of the merger.

Prior to the reverse merger, the Registrant (PAN International Gaming) spent considerable effort and specifically during the period January 1, 2000 through May 31, 2000 pursuing a reverse merger transaction with Searchhound.com 2000

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

Ltd., and the acquisition of SoloSearch.com, Inc.

The "reverse merger" with Searchhound.com 2000 Ltd. was consummated on June 1, 2000. In fiscal 2000 and prior to June 1, 2000, Pan International was not engaged in operating activities and there were no revenues or business operations. Immediately following the reverse merger with PAN International Gaming the Company changed its name to SearchHound.com, Inc. effective June 6, 2000.

Searchhound.com 2000, Ltd. was formed on April 11, 2000 to affect the purchase of the intellectual property and website assets representing the Searchhound.com backbone architecture. The shareholders of Searchhound.com 2000, Ltd. completed the purchase of these intangible assets on June 1, 2000 for total cash consideration of \$3,000,000 and simultaneously contributed the assets to SearchHound.com 2000, Ltd. in exchange for 70.3% of Searchhound.com 2000, Ltd., common stock.

Effective July 11, 2000, pursuant to a Stock Purchase Agreement dated as of May 4, 2000, SearchHound purchased all of the issued and outstanding capital stock of SoloSearch.com, Inc., a Missouri corporation ("SoloSearch"), from Cohen Capital Technologies, L.L.C., Kirk C. Reivich, and October Capital, L.L.C., for an aggregate of 72,388 shares of restricted common stock and \$300,000 cash. Total consideration paid was \$14,699,650 based on the market price of SearchHound (closing price on May 3, 2000) and the \$300,000 cash consideration. Subsequent to the transaction, SoloSearch became a wholly owned subsidiary of SearchHound. Founded in 1999, Kansas City-based SoloSearch.com is an intelligent Internet search and content management tool.

The new management team devoted significant resources to building the management team, integrating the two businesses, and developing revenue streams during the periods of July 2000 through September 2000. Operating revenues began in September 2000. SearchHound.com, Inc. (the "Company" or "SearchHound") operated an online technology based enterprise business that is a destination for Webmasters and small business owners who want to make their Website more accessible to Internet users. SearchHound has its principal offices located in Overland Park, Kansas and serves as a holding company for various internet-based businesses.

During 2001, management devoted substantial attention to growing revenues through acquisitions and in that respect, completed six separate acquisitions during the year ended December 31, 2001.

During 2002, the Company's Board of Directors changed its strategy due to poor operating conditions and operating results in its primary businesses coupled with difficulties in raising capital through debt and equity sources. The Board of Directors adopted the new strategy during 2002, which committed to the disposal of all of its current assets/businesses and to seek a merger/acquisition transaction with a Company having better financial resources.

As of March 31, 2003, the Company has disposed of all of its operating assets/businesses and ceased all operating activities. The financial statements reflect the businesses sold as discontinued operations.

The Company consummated the following transactions in order to implement the Board of Director's committed plan to restructure the Company and seek a merger candidate:

On May 31, 2002 the Company entered into an asset sale agreement, which sold certain assets related directly with two of the Company's subsidiary operations (Mesia.com and SpeakGlobally.com) to Brad Cohen. Mr. Cohen was an officer and

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

director of SearchHound.com, Inc. prior to the sale. The net book value of the net assets sold to Mr. Cohen approximated \$52,750 as of the date of sale. Pursuant to the asset sale agreement the Company agreed to transfer such assets to Mr. Cohen in settlement of the following: 1) an employment agreement with Mr. Cohen dated September 1, 2000, 2) all accrued but unpaid compensation owed to Mr. Cohen (approximately \$161,430), and 3) a promissory note payable to Cohen Capital Technologies, LLC in the amount of \$285,000 as of the date of sale.

In addition, SearchHound.com, Inc., agreed to pay Mr. Cohen \$7,500 in cash, in exchange for, and in sole consideration and settlement of any other liabilities of SearchHound.com, Inc. to Mr. Cohen that may exist as of May 31, 2002, including the liabilities that accrue pursuant to a Promissory Note to Mr. Cohen with a principle amount of \$147,030.41, dated March 20, 2002, and any liability that may exist pursuant to the Employment Agreement between SearchHound.com, Inc. and Mr. Cohen dated September 1, 2000. The net effect of the sale of these assets to Mr. Cohen was a gain of \$446,430. Concurrent with the asset sale agreement with Mr. Cohen, Mr. Cohen tendered his resignation from SearchHound.com, Inc. and as a member of the Board of Directors.

During 2002, the Board terminated the employment contract of Dave L. Mullikin. Under the settlement Mr. Mullikin's salary ceased accruing on August 15, 2002 and the severance provision was forgiven. It was replaced with a consulting agreement between the Company and Mr. Mullikin whereby Mullikin will continue in his position as acting chief executive officer of the Company. The agreement calls for Mr. Mullikin to 1) contract outsourced services to maintain selected ongoing operations of the Company, 2) attempt to sell the assets of the Company and 3) focus on a merger opportunity for SearchHound. The terms of the Consulting agreement include the following provisions: Mr. Mullikin agreed to remain on the Board and Mr. Mullikin would receive a monthly compensation of \$1.00 and health benefits.

As of November 14, 2002, Mr. Mullikin agreed to amend his Consulting Agreement and extend its term indefinitely, retaining the monthly compensation of \$1.00, but discontinuing the health benefit provision.

On January 3, 2003 the Company entered into an asset sale agreement, which sold the following assets of the Company to Solutions.com, LLC, an entity controlled by David L. Mullikin : certain domains, customer lists, email names and addresses (for each domain) software, programming code, intellectual property (for each domain) and certain computer and office equipment. At the time of the asset sale agreement, Mr. Mullikin was a director of SearchHound.com, Inc. and was its acting Chief Executive Officer. The net book value of the net assets sold to Mr. Mullikin approximated \$8,000 as of the date of sale. Pursuant to the asset sale agreement the Company agreed to transfer such assets to Mr. Mullikin in settlement of a portion of the remaining outstanding principal balance owed by the company to Mr. Mullikin pursuant to a certain Promissory Note dated July 11, 2000 with a principle balance of \$179,359 together with all accrued but unpaid interest. The settlement of this note payable resulted in a gain of \$135,100 based upon the market value of the common stock at the date issued and was classified as gain on disposal of discontinued operations in the Statement of Operations during the three months ended March 31, 2003. Concurrent with this transaction, the Company's president also agreed accept the issuance of 42,589 of shares held in treasury and 47,411 shares of common stock to settle \$72,795 of other wages payable to him. The settlement of wages payable resulted in a gain of \$54,795 based upon the market value of the common stock at the date issued and was classified as gain on settlement of notes and accounts payable in the Statement of Operations. In addition, Mr. Mullikin agreed to cancel the rental payments owed to him by the Company for its use of webhosting and office space.

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

On January 3, 2003 the Company also entered into an asset sale agreement, which sold the following assets of the Company to Summit Ridge Technologies Group, LLC (an unaffiliated entity): earlyBirdDomain.com domain, database for EarlyBirdDomain.com including all subscribers (active, inactive, and unsubscribed), and EarlyBirdDomain clients and customers lists. The net book value of the net assets sold approximated \$0 as of the date of sale. Pursuant to the asset sale agreement the Company agreed to transfer such assets in exchange for nominal cash consideration.

The Company's Board of Directors approved a one for sixty-seven share reverse stock split. The split is for shareholders of record on December 27, 2002 and was effective on December 30, 2002. The financial statements reflect this reverse stock split on retroactive basis.

During January 2003, the Company partially settled a note payable to a related party whereby it issued 14,621 shares of common stock in consideration for a \$20,000 reduction in the principal balance (and related accrued interest). The settlement of this note payable resulted in a gain of \$17,076 based upon the market value of the common stock at the date issued and was classified as gain on settlement of notes and accounts payable during the three months ended March 31, 2003.

During January 2003, the Company settled a note payable to a related party whereby it issued 80,619 shares of common stock in consideration for the full and complete settlement of the outstanding principal balance (and related accrued interest aggregating \$33,795). The settlement of this note payable resulted in a gain of \$109,541 based upon the market value of the common stock at the date issued and was classified as gain on settlement of notes and accounts payable in the Statement of Operations during the three months ended March 31, 2003.

During January 2003, the Company settled a note payable to a trade creditor whereby it issued 19,278 shares of common stock held in treasury and 13,562 shares of common stock in consideration for the full and complete settlement of the outstanding note balance (and related accrued interest). The settlement of this note payable resulted in a gain of \$56,970 based upon the market value of the common stock at the date issued and was classified as gain on settlement of notes and accounts payable in the Statement of Operations.

On March 3, 2003, the Company filed Amendment No. 3 to its Registration Statement on Form S-8, which increased the shares available to be issued by 250,000. The Form S-8 Registration Statement provides the Company common stock for issuance to employees, consultants and Board Members for services rendered to the Company. During March 2003, the Company issued 250,000 shares to consultants for administrative, corporate accounting and public relations services in lieu of cash compensation totaling \$75,000. The Company is attempting to conserve cash resources by issuing stock for these services.

The Company is currently seeking a merger partner and has had discussions with several candidates but currently has no formal agreements or understandings with respect to a potential merger transaction. After completing the January 2003 disposal and share issuance transactions, management believes that it has reduced outstanding debt and ongoing operating costs to a level that will provide the Company adequate time to pursue and complete a merger transaction although, there is no assurance that the Company will be able to complete these plans. Should Management be unsuccessful in consummating a merger transaction, the Company will likely cease as a going concern.

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

On July 10, 2003, the Company's sole officer and director, Dave L. Mullikin, resigned his positions as President, Secretary, Treasurer and sole Director and appointed Francis O'Donnell as the sole director. Francis O'Donnell, as the sole member of the Board of Directors of the Company, has approved the change of the address of the corporate office of the Company from Overland Park, Kansas to Coral Springs, Florida. Specifically, the address of the Company's principal executive office changed from 12817 Woodson, Overland Park, Kansas 66209 to 9600 W. Sample Road, Suite 505, Coral Springs, Florida 33065.

The Board of Directors has approved resolutions for the Company's Annual Meeting of Shareholders, to be held on Friday August 22, 2003, to elect directors of the Company, ratify the appointment of Jewett, Schwartz & Associates, as the Company's independent certified public accountants for the fiscal year ending December 31, 2003, effect a 1-for-4 reverse stock split (pro-rata reduction of outstanding shares) of the Company's issued and outstanding shares of common stock and amend the Company's Articles of Incorporation to change the name of the Company to Coach Industries Group, Inc. (or other such name as may be available). There is no assurance that the shareholders of the Company will vote in favor of these resolutions.

SIX MONTHS ENDED JUNE 30, 2003  
COMPARED TO SIX MONTHS ENDED JUNE 30, 2002

### Gross Revenues and Costs of Operations

-----

Gross revenues. Gross revenues decreased from \$171,846 for the six month period ended June 30, 2002 to \$-0- for the six month period ended June 30, 2003, a decrease of \$171,846, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Costs of services provided. Costs of services provided decreased from \$141,180 for the six months ended June 30, 2002 to \$-0- for the six months ended June 30, 2003, a decrease of \$141,180, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

General and administrative expenses. General and administrative expenses decreased from \$445,010 for the six months ended June 30, 2002 to \$81,679 for the six months ended June 30, 2003, a decrease of \$363,331, primarily due to decrease in general and administrative expenses as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities and expenditures related to the Company's business plan of restructuring the Company and seeking a merger candidate.

Sales and marketing costs. Sales and marketing costs decreased from \$491. for the six months ended June 30, 2002 to \$-0- for the six months ended June 30, 2003, a decrease of \$491., primarily due to the elimination of sales and marketing costs primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Depreciation and amortization. Recorded depreciation and amortization expense decreased from \$313,696 for the six months ended June 30, 2002 to \$-0- for the six months ended June 30, 2003, a decrease of \$313,696, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Impairment charges. Impairment changes decreased from \$1,048,038 for the six

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

months ended June 30, 2002 to \$-0- for the six months ended June 30, 2003, a decrease of \$1,048,038, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Gain on settlement of accounts and notes payable. Gain on settlement of accounts and notes payable as a consequence of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities was \$239,082 for the six months ended June 30, 2003.

Gain from disposal of assets. Gain on disposal of assets as a consequence of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities was \$135,100 for the six months ended June 30, 2003.

Net Income (Loss). Net loss decreased from a net loss of (\$1,498,903) for the six months ended June 30, 2002 to net income of \$289,344 for the six months ended June 30, 2003, primarily due to the Company reducing its expenses as a consequence of disposing of all of its operating assets/businesses and discontinuing all operating activities and realizing a gain on settlement of accounts and notes payable and a gain on disposal of assets.

### THREE MONTHS ENDED JUNE 30, 2003 COMPARED TO THREE MONTHS ENDED JUNE 30, 2002

Gross revenues. Gross revenues decreased from \$15,632 for the three month period ended June 30, 2002 to \$-0- for the three month period ended June 30, 2003, a decrease of \$171,846, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Costs of services provided. Costs of services provided decreased from \$27,025 for the three months ended June 30, 2002 to \$-0- for the three months ended June 30, 2003, a decrease of \$27,025, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

General and administrative expenses. General and administrative expenses decreased from \$296,000 for the three months ended June 30, 2002 to \$954. for the three months ended June 30, 2003, a decrease of \$295,046, primarily due to decrease in general and administrative expenses as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities and expenditures related to the Company's business plan of restructuring the Company and seeking a merger candidate.

Sales and marketing costs. Sales and marketing costs decreased from \$316. for the three months ended June 30, 2002 to \$-0- for the three months ended June 30, 2003, a decrease of \$316., primarily due to the elimination of sales and marketing costs primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Depreciation and amortization. Recorded depreciation and amortization expense decreased from \$157,515 for the three months ended June 30, 2002 to \$-0- for the three months ended June 30, 2003, a decrease of \$157,515, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Impairment charges. Impairment changes decreased from \$244,718 for the three months ended June 30, 2002 to \$-0- for the three months ended June 30, 2003, a decrease of \$244,718, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

Gain on settlement of accounts and notes payable. Gain on settlement of accounts and notes payable as a consequence of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities was \$700. for the three months ended June 30, 2003.

Net Loss. Net loss decreased from a net loss of (\$377,300) for the three months ended June 30, 2002 to net loss of (\$254) for the three months ended June 30, 2003, primarily due to the Company reducing its expenses as a consequence of disposing of all of its operating assets/businesses and discontinuing all operating activities and realizing a gain on settlement of accounts and notes payable.

### Liquidity and Capital Resources

-----

Liquidity and Capital Resources. We have historically satisfied our cash requirements primarily through private placements of restricted stock and the issuance of debt securities.

### Current Assets

-----

Cash and cash equivalents. Cash and cash equivalents decreased from \$14,790 at December 31, 2002 to \$3.00 at June 30, 2003, a decrease of \$14,787, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

Total current assets. Total current assets decreased from \$22,790 at December 31, 2002 to \$3.00 at June 30, 2003, a decrease of \$22,787, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities.

### Liabilities

-----

Accrued wages. Accrued wages decreased from \$122,000 at December 31, 2002 to \$-0- at June 30, 2003, a decrease of \$122,000, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities as of and settling all outstanding employment agreement obligations.

Accounts Payable. Accounts payable increased from -0- at December 31, 2002 to \$398. at June 30, 2003, an increase of \$398, primarily as a result of remaining costs incurred in connection with the ceassation of operating activities.

Accrued interest. Accrued interest decreased from \$30,635 at December 31, 2002 to \$-0- at June 30, 2003, a decrease of \$30,635, primarily as a result of the Company disposing of all of its operating assets/businesses and discontinuing all operating activities as of March 31, 2003 and settling all outstanding employment agreement obligations.

Notes payable-related parties. Notes payable-related parties decreased from \$316,229 at December 31, 2002 to \$65,000 at June 30, 2003, a decrease of \$251,229, primarily as a result of restructuring the remaining liabilities due to certain related parties.

Notes payable. Notes payable decreased from \$63,539 at December 31, 2002 to \$-0- at June 30, 2003, a decrease of \$63,539, primarily as a result of reaching various settlements with certain note holders.



## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

Total Current Liabilities. Total current liabilities decreased from \$532,403 at December 31, 2002 to \$65,398 at June 30, 2003, a decrease of \$466,645, primarily as a result of the company disposing of all of its operating assets/businesses and discontinuing all operating activities and settling all outstanding employment agreement obligations and reducing its notes payable-related parties and notes payable.

In recent years the Company has incurred substantial operating losses, a working capital deficit and experienced negative cash flows from operations. Current cash balances and available credit are insufficient to fund the Company's cash flow needs for the next year. The Company has ceased all operations and has disposed of all of its operating assets/businesses and has not commenced any new operations at June 30, 2003. Management is currently seeking a merger and/or acquisition partner that has greater financial resources in order for the Company to continue operations. These factors raise substantial doubt about the ability of the Company to continue as a going concern. Management believes that it has reduced ongoing operating expenses to a level that can be sustained until such time as a suitable merger/acquisition partner is identified and a transaction is consummated. However, no assurance can be given that the Company will be successful in consummating a merger/acquisition transaction or that it will be able to fund its ongoing operations until a merger/acquisition transaction can be accomplished. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

The Company is currently seeking a merger partner and has had discussions with several candidates but has reached no formal agreement or understandings with respect to a potential merger transaction. After completing the January 2003 disposal and share issuance transactions, management believes that it has reduced outstanding debt and ongoing operating costs to a level that will provide the Company adequate time to pursue and complete a merger transaction although, there is no assurance that the Company will be able to complete these plans. Should management be unsuccessful in consummating a merger transaction, the Company will likely cease as a going concern.

The Company has historically issued stock in lieu of cash compensation, which has helped reduce the Company's cash needs. Management will try to maintain the Company in its current operating form through the issuance of common stock to consultants for the Company's ongoing administrative and reporting duties.

### ACCOUNTING POLICIES SUBJECT TO ESTIMATION AND JUDGMENT

Management's Discussion and Analysis of Financial Condition and Results of Operations are based upon our consolidated financial statements, which have been prepared in accordance with accounting principles generally accepted in the United States. When preparing our financial statements, we make estimates and judgments that affect the reported amounts on our balance sheets and income statements, and our related disclosure about contingent assets and liabilities. We continually evaluate our estimates, including those related to revenue, allowance for doubtful accounts, reserves for income taxes, and litigation. We base our estimates on historical experience and on various other assumptions, which we believe to be reasonable in order to form the basis for making judgments about the carrying values of assets and liabilities that are not readily ascertained from other sources. Actual results may deviate from these estimates if alternative assumptions or condition are used.

### ITEM 3. CONTROLS AND PROCEDURES

The Company's Chief Executive Officer have concluded, based on an evaluation

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

conducted within 90 days prior to the filing date of this Quarterly Report on Form 10-QSB, that the Company's disclosure controls and procedures have functioned effectively so as to provide those officers the information necessary whether:

(i) this Quarterly Report on Form 10-QSB contains any untrue statement of a material fact or omits to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this Quarterly Report on Form 10-QSB, and

(ii) the financial statements, and other financial information included in this Quarterly Report on Form 10-QSB, fairly present in all material respects the financial condition, results of operations and cash flows of the Company as of, and for, the periods presented in this Quarterly Report on Form 10-QSB.

There have been no significant changes in the Company's internal controls or in other factors since the date of the Chief Executive Officer's evaluation that could significantly affect these internal controls, including any corrective actions with regards to significant deficiencies and material weaknesses.

### PART II OTHER INFORMATION

Item 1. Legal Proceedings  
Not applicable

Item 2. Changes in Securities  
Not applicable

Item 3. Defaults upon Senior Securities  
Not applicable

Item 4. Submission of Matters to a Vote of Security Holders  
None.

Item 5. Other Information  
Not applicable

Item 6. Exhibits and Reports on Form 8-K  
A. Exhibits:

99.1 Certification pursuant to 18 U.S.C. Section 1350 as adopted pursuant to Section 302 and 906 of the Sarbanes-Oxley Act of 2002 and pursuant to Rule 13a-14 under the Securities Exchange Act of 1934

99.2 Certification pursuant to 18 U.S.C. Section 1350 as adopted pursuant to Section 302 and 906 of the Sarbanes-Oxley Act of 2002 and pursuant to Rule 13a-14 under the Securities Exchange Act of 1934

B. Reports on Form 8-K

On May 19, 2003, the Board of Directors of SearchHound.com, Inc. (the "Company"), was notified by Pickett, Chaney & McMullen LLP, the Company's independent auditor, that it would decline to stand for reelection as the Company's independent auditor for the year ending December 31, 2003.

On July 10, 2003, the Company's sole officer and director, Dave L. Mullikin, resigned his positions as President, Secretary, Treasurer and sole

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

Director and appointed Francis O'Donnell as the sole director.

### SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) 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.

SEARCHHOUND.com, INC.

August 14, 2003

/s/ Francis O'Donnell  
Francis O'Donnell,  
Acting President and Chairman of the Board of  
Directors  
(PRINCIPAL EXECUTIVE OFFICER)

August 14, 2003

/s/ Francis O'Donnell  
Francis O'Donnell,  
Acting Chief Financial Officer  
(PRINCIPAL ACCOUNTING OFFICER)

Annex A

### CERTIFICATIONS\*

I, Francis O'Donnell, Chief Executive Officer, certify that:

1. I have reviewed this quarterly report on Form 10-QSB for the period ended June 30, 2003, of SearchHound.com, Inc.;

2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;

3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;

4. I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:

a) designed such disclosure controls and procedures to ensure that material information relating to the Registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this quarterly report is being prepared;

b) evaluated the effectiveness of the Registrants disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

c) presented in this quarterly report my conclusions about the effectiveness of

## Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

5. I have disclosed, based on our most recent evaluation, to the Registrants auditors and the audit committee of Registrants board of directors (or persons performing the equivalent functions):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the Registrants ability to record, process, summarize and report financial data and have identified for the registrants auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrants internal controls; and

6. I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

/s/ Francis O'Donnell  
Francis O'Donnell  
Chief Executive Officer  
Date: August 14, 2003

### CERTIFICATIONS\*

I, Francis O'Donnell, Acting Chief Executive Officer, certify that:

1. I have reviewed this quarterly report on Form 10-QSB for the period ended June 30, 2003, of SearchHound.com, Inc.;

2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;

3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;

4. I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:

a) designed such disclosure controls and procedures to ensure that material information relating to the Registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this quarterly report is being prepared;

b) evaluated the effectiveness of the Registrants disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

c) presented in this quarterly report my conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

Edgar Filing: SEARCHHOUND COM INC - Form 10QSB

5. I have disclosed, based on our most recent evaluation, to the Registrants auditors and the audit committee of Registrants board of directors (or persons performing the equivalent functions):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the Registrants ability to record, process, summarize and report financial data and have identified for the registrants auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrants internal controls; and

6. I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

/s/ Francis O'Donnell  
Francis O'Donnell  
Acting Chief Financial Officer  
Date: August 14, 2003