

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

GLOBAL ASSETS & SERVICES INC
Form 10QSB
November 19, 2002

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 10QSB

Quarterly Report under Section 13 or 15(d) of
the Securities Exchange Act of 1934

| For Quarter Ended ----- | Commission File Number ----- |
|----------------------------|---------------------------------|
| September 30, 2002 | 0-30145 33-41063-A |

GLOBAL ASSETS & SERVICES, INC.

(Exact name of registrant as specified in its charter)

| | |
|--|--|
| Florida ----- | 59-3723328 ----- |
| State or Other Jurisdiction of incorporation or organization) | (I.R.S. Employer Identification Number) |

3816 W. Linebaugh Ave., Suite 200, Tampa, FL, 33624

(Address of principal Executive Offices) Zip Code)

Registrant's telephone number, including area code: (813) 964-1300

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 shorter period that the registrant was required to file such reports), and (2) has been subject to the filing requirements for at least the past 90 days.

Yes X No
----- -----

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

19,247,767 as of September 30, 2002

GLOBAL ASSETS & SERVICES, INC.

(A DEVELOPMENT STAGE COMPANY)
FINANCIAL STATEMENTS

SEPTEMBER 30, 2002
(UNAUDITED)

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

ACCOUNTANT'S REVIEW REPORT
Certified Public Accountants
9175 East Kenyon Ave., Suite 100
Denver, Colorado 80237

Michael B. Johnson C.P.A.
Member: A.I.C.P.A.
Colorado Society of C.P.A.s

Telephone: (303) 796-0099
Fax: (303) 796-0137

Board of Directors of
Global Assets and Services, Inc.
Tampa, FL

We have reviewed the accompanying balance sheet for Global Assets & Services, Inc. (a development stage company) for September 30, 2002 and the related statements of operations for the three and nine-months ended September 30, 2002 and 2001 and for the period from May 25, 1988 (inception) to September 30, 2002 and cash flows for the nine-months ended September 30, 2002 and 2001 and for the period from May 25, 1988 (inception) to September 30, 2002, included in the accompanying Securities and Exchange Commission 10-QSB for the period ended September 30, 2002. These financial statements are the responsibility of the Company's management.

We conducted our review in accordance with standards established by the American Institute of Certified Public Accountants. A review of interim financial information consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the United States, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are unaware of any material modifications that should be made to the accompanying financial statements for them to be in conformity with accounting principles generally accepted in the United States.

We have previously audited, in accordance with auditing standards generally accepted in the United States, the balance sheet as of December 31, 2001, and the related statements of operations, stockholders' equity and cash flows for the year then ended (not presented herein). In our report dated April 18, 2002, we expressed an unqualified opinion on those financial statements. In our opinion, the information set forth in the accompanying balance sheet as of September 30, 2002 is fairly stated in all material respects in relation to the balance sheet from which it has been derived.

Michael Johnson & Co., LLC
Denver, CO
November 14, 2002

/s/Michael Johnson & Co., LLC

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

GLOBAL ASSETS AND SERVICES, INC.
 (A Development Stage Company)
 Balance Sheets
 (Unaudited)

| | September 30, 2002 |
|--|-----------------------|
| ASSETS: | |
| Current assets: | |
| Cash | \$ 12,853 |
| | ----- |
| Total current assets | 12,853 |
| | ----- |
| Other assets: | |
| Intangible asset | 656,250 |
| | ----- |
| Total other assets | 656,250 |
| | ----- |
| TOTAL ASSETS | \$ 669,103 |
| | ===== |
| LIABILITIES AND STOCKHOLDERS' EQUITY: | |
| Current Liabilities: | |
| Accounts Payable and Accrued Liabilities | \$ 7,869 |
| | ----- |
| Total Current Liabilities | 7,869 |
| | ----- |
| Stockholders' Equity: | |
| Common Stock, \$.001 Par Value, 100,000,000 shares authorized, 19,247,767 shares issued and outstanding | 19,247 |
| Additional Paid-In Capital | 1,174,553 |
| Deficit accumulated during the development stage | (532,566) |
| | ----- |
| Total Stockholders' Equity (Deficit) | 661,234 |
| | ----- |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 669,103 |
| | ===== |

See Accountants Review Report

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

| | Three-Months Ended September 30, | | Nine-Months Ended September 30, | |
|---|-------------------------------------|-----------|------------------------------------|-----------|
| | 2002 | 2001 | 2002 | 2001 |
| | ---- | ---- | ---- | ---- |
| Revenue | | | | |
| Revenue | \$ - | \$ - | \$ - | |
| (Less) Cost of Sales | - | - | - | |
| | ----- | ----- | ----- | ----- |
| Total Income | - | - | - | |
| Operating Expenses | | | | |
| Doubtful Accounts | - | - | - | |
| Consultant Fees | 221,250 | - | 236,296 | |
| Legal & Accounting | 18,391 | - | 28,391 | |
| Advertising | - | - | - | |
| Interest Expense | - | - | - | |
| Telephone | 159 | - | 159 | |
| Travel | 5,000 | - | 5,000 | |
| Rent | 1,457 | - | 8,665 | |
| Other General Expenses | 582 | - | 5,630 | |
| | ----- | ----- | ----- | ----- |
| Total Expenses | 246,839 | - | 284,141 | |
| Net Loss From Operations | (246,839) | - | (284,141) | |
| | ----- | ----- | ----- | ----- |
| Other Income | | | | |
| Interest Income | - | - | - | |
| | ----- | ----- | ----- | ----- |
| Net Loss | \$ (246,839) | \$ - | \$ (284,141) | |
| | ===== | ===== | ===== | ===== |
| Per Share Information: | | | | |
| Weighted average number of common shares outstanding | 16,117,767 | 4,397,767 | 16,117,767 | 4,397,767 |
| | ----- | ----- | ----- | ----- |
| Net Loss per Common Share | * | * | * | * |
| | ===== | ===== | ===== | ===== |

* Less than \$.01

See Accountants Review Report

GLOBAL ASSETS AND SERVICES, INC.
(A Development Stage company)
Statement of Stockholders' Equity (Deficit)
September 30, 2002

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

(Unaudited)

| | Preferred Stock | | Common Stock | | |
|---------------------------------|-----------------|--------------|--------------|-----------|-------|
| | # of Shares | Amount | # of Shares | Amount | |
| | ----- | ----- | ----- | ----- | ----- |
| - | | | | | |
| Balance December 31, 1995 | - | \$ - | 3,575,268 | \$ 3,575 | \$ |
| Issuance for Merger | 693,221 | 55,556,100 | 66,533 | 67 | |
| Reverse Merger | (486,754) | (48,675,400) | - | - | |
| Deduction other assets | - | (6,763,122) | - | - | |
| Net Loss for Year | - | - | - | - | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 1996 | 206,467 | 117,578 | 3,641,801 | 3,642 | |
| Preferred Stock to Common Stock | (206,467) | (117,578) | 755,966 | 755 | |
| Net Loss for year | - | - | - | - | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 1997 | - | - | 4,397,767 | 4,397 | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 1998 | - | - | 4,397,767 | 4,397 | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 1999 | - | - | 4,397,767 | 4,397 | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 2000 | - | - | 4,397,767 | 4,397 | |
| | ----- | ----- | ----- | ----- | ----- |
| Stock issued for services 12/11 | - | - | 3,400,000 | 3,400 | |
| Net Loss for year | - | - | - | - | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - December 31, 2001 | - | - | 7,797,767 | 7,797 | |
| | ----- | ----- | ----- | ----- | ----- |
| Stock issued for cash 3/28 | - | - | 20,000 | 20 | |
| Stock issued for services 3/28 | - | - | 6,800,000 | 6,800 | |
| Stock issued for services 4/2 | - | - | 1,000,000 | 1,000 | |
| Stock issued for services 6/18 | - | - | 500,000 | 500 | |
| Stock issued for services 7/12 | - | - | 710,000 | 710 | |
| Stock issued for Asset | - | - | - | - | |
| Acquistion 8/12 | - | - | 1,750,000 | 1,750 | |
| Stock issued for services 8/12 | - | - | 590,000 | 590 | |
| Stock issued for cash 9/18 | - | - | 80,000 | 80 | |
| Net Loss for Period | - | - | - | - | |
| | ----- | ----- | ----- | ----- | ----- |
| Balance - September 30, 2002 | - | \$ - | 19,247,767 | \$ 19,247 | \$1 |

See Accountants Review Report

GLOBAL ASSETS AND SERVICES, INC.
(A Development Stage Company)
Statement of Cash Flows
(Unaudited)

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

| | Nine-Months Ended September 30, | |
|--|------------------------------------|-------|
| | 2002 | 2001 |
| | ---- | ---- |
| Cash Flows from Operating Activities: | | |
| Net Loss | \$(284,141) | |
| Adjustments to reconcile net loss to cash used in operating activities: | | |
| Increase (decrease) in accounts payable | (28,293) | |
| Stocks issued for services | 297,287 | |
| | ----- | ----- |
| Net Cash Flows Used by Operating Activities | (15,147) | |
| | ----- | ----- |
| Cash Flows from Financing Activities: | | |
| Issuance of Common Stock | 28,000 | |
| | ----- | ----- |
| Net Cash Flows Provided by Financing Activities | 28,000 | |
| | ----- | ----- |
| Net Increase (Decrease) in Cash | 12,853 | |
| | ----- | ----- |
| Cash and cash equivalents - Beginning of period | - | |
| | ----- | ----- |
| Cash and cash equivalents - End of period | \$ 12,853 | |
| | ===== | ===== |
| Supplemental Disclosure of Cash Flow Information | | |
| Cash paid for Interest | \$ - | |
| | ===== | ===== |
| Cash paid for Income Taxes | \$ - | |
| | ===== | ===== |
| Non-Cash Transactions | | |
| Common stock issued for services | \$ 297,287 | |
| 12,469,000 shares issued | ===== | ===== |
| Common stock issued for Asset Acquisition | \$ 656,250 | |

See Accountants Review Report

GLOBAL ASSETS AND SERVICES, INC.
(A Development Stage Company)
Notes to Financial Statements
September 30, 2002
(Unaudited)

Note 1 - Presentation of Interim Information:

In the opinion of the management of Global Assets & Services, Inc., the accompanying unaudited financial statements include all normal adjustments considered necessary to present fairly the financial position as of September

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

30, 2002, and the results of operations for the three-months and nine-months ended September 30, 2002 and 2001, and May 25, 1988 (inception) to September 31, 2002, and cash flows for the nine-months ended September 30, 2002 and 2001 and May 25, 1988 (inception) to September 30, 2002. Interim results are not necessarily indicative of results for a full year.

The financial statements and notes are presented as permitted by Form 10-QSB, and do not contain certain information included in the Company's audited financial statements and notes for the fiscal year ended December 31, 2001.

Note 2 - Purchase Agreement:

On September 30, 2002, a purchase agreement was signed with Tomigel & Junon to purchase the license to distribute their products for 1,750,000 shares of common stock at \$.375 per share.

Note 3 - Subsequent Event:

On October 12, 2002, the Board of Directors authorized the issuance of 5,000,000 shares of common stock to various persons for consulting and management services.

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

The company re-commenced operations in early 2002, and has had no revenues in 2002 but has incurred significant expenses to date in the start up of its operations, and expects to continue losses on operations at current rates.

Results of Operations for the quarter ended September 30, 2002 compared to ----- quarter ended September 30, 2001 -----

The Company had no revenue for the period in 2002 or 2001. The company incurred expenses totalling \$246,839 in the quarter in 2002 compared to no expenses in the quarter in 2001. The increased expenses in the quarter in 2002 consisted of \$221,280 in consulting fees, legal and accounting of \$18,391, travel of \$5,000 rent of \$1,457 and miscellaneous expenses. The company had a net loss of (\$246,839) in the quarter in 2002 compared to no profit or loss in the quarter in 2001. The company had a nominal loss per share in the quarter in 2002 and no profit/loss per share in the quarter in 2001.

Comparison of Operating Results for the Nine Months Ended September 30, 2002 and ----- September 30, 2001 -----

The Company had no revenues for the nine month period ended September 30 in 2002 or 2001. The Company incurred expenses in the period in 2002 of \$284,141 compared to none in the period in 2001. The company incurred \$15,046 in consulting, \$28,391 legal and accounting, \$5,000 in travel \$8,665 in rent, and \$5,630 in miscellaneous expenses in the period in 2002 compared to none in 2001 in the period. The company had a net loss of (\$284,141) in the nine month period in 2002 compared to no profit or loss in 2001. The net loss per share was nominal for the period in 2002 and none in the period in 2001.

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

The company expects to continue to incur expenses for the foreseeable future at a similar rate as in the nine month period in 2002. It cannot predict revenues at the date of this report.

Liquidity and Capital Resources

At September 2002, the Company had \$12,853 cash and no other current assets with which to conduct operations. The lack of liquidity or liquid assets raises substantial doubt about the Company's ability to continue as a going concern unless it is able to generate sufficient cash flows to meet its obligations and sustain operations.

PART II - OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

None

ITEM 2. CHANGES IN SECURITIES

On March 28, 2002 the company issued 20,000 shares of common stock for \$8,000 cash in a private placement.

ITEM 3. DEFAULT UPON SENIOR SECURITIES

None

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

None

ITEM 5. OTHER INFORMATION

None

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

8/K October 1, 2002
8/K August 21, 2002

Exhibit 99.14 Other Consent

GLOBAL ASSETS & SERVICES, INC.
(A Development Stage Company)

Edgar Filing: GLOBAL ASSETS & SERVICES INC - Form 10QSB

SIGNATURES

Pursuant to the requirements 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.

GLOBAL ASSETS & SERVICES, INC.

Date: November 19, 2002

/s/ Bertram Cutler

Bertram Cutler, President, CEO- CFO