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INTEGRITY MUTUAL FUNDS INC
Form 10QSB
August 13, 2002

FORM 10-QSB

Securities and Exchange Commission
Washington, D.C. 20549

QUARTERLY REPORT UNDER SECTION 13 OR 15(D) OF THE
U.S. SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2002

OR

TRANSITION REPORT UNDER SECTION 13 OR 15(D) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 0-25958

INTEGRITY MUTUAL FUNDS, INC.
(Exact name of small business issuer as specified in its charter)

North Dakota	45-0404061
(State or other jurisdiction	(IRS Employer
of incorporation or organization)	Identification No.)

1 North Main, Minot, North Dakota, 58703
(Address of principal executive offices)

(701) 852-5292
(Issuer's telephone number)

ND HOLDINGS, INC.
(Former name, former address and former fiscal year, if changed since last report)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No

As of July 26, 2002, there were 12,970,480 shares of common stock of the registrant outstanding.

Transitional Small Business Disclosure Format (check one):

Yes No X

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FORM 10-QSB

INTEGRITY MUTUAL FUNDS, INC.

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Part I. FINANCIAL INFORMATION

Item 1. INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES CONDENSED CONSOLIDATED BALANCE SHEETS

	(Unaudited) June 30, 2002	December 31, 2001
	-----	-----
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 530,302	\$ 1,834,600
Cash segregated for the exclusive benefit of customers	342,991	298,500
Securities available-for-sale	123,413	128,500
Accounts receivable	965,630	509,400
Prepays	73,217	111,600
	-----	-----
Total current assets	\$ 2,035,553	\$ 2,882,900
	-----	-----

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PROPERTY AND EQUIPMENT	\$ 2,104,145	\$ 2,049,2
Less accumulated depreciation	(669,340)	(607,5
Net property and equipment	\$ 1,434,805	\$ 1,441,6
OTHER ASSETS		
Deferred sales commissions	\$ 1,347,769	\$ 1,459,5
Covenant not to compete (net of accumulated amortization of \$149,874 for 2002 and \$122,624 for 2001)	68,126	95,3
Goodwill	7,234,317	5,177,0
Other assets (net of amortization of \$76,189 for 2002 and \$64,382 for 2001)	180,843	158,2
Total other assets	\$ 8,831,055	\$ 6,890,2
TOTAL ASSETS	\$ 12,301,413	\$ 11,214,7
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Service fees payable	\$ 85,947	\$ 89,5
Accounts payable	21,843	65,8
Other current liabilities	843,838	464,7
Deferred tax liability	286,930	273,4
Current portion of long-term debt	953,075	952,7
Total current liabilities	\$ 2,191,633	\$ 1,846,3
LONG-TERM LIABILITIES		
Notes payable	\$ 717,967	\$ 474,3
Subordinate debentures	595,000	645,0
Debentures	940,000	940,0
Corporate notes	962,000	962,0
Less current portion	(953,075)	(952,7
Total long-term liabilities	\$ 2,261,892	\$ 2,068,6
TOTAL LIABILITIES	\$ 4,453,525	\$ 3,914,9
MINORITY INTEREST IN SUBSIDIARY	403,470	411,0
STOCKHOLDERS' EQUITY		
Common stock - 1,000,000,000 shares authorized, \$.0001 par value; 12,970,480 and 12,924,480 shares issued and outstanding, respectively, after the 2:1 forward split effective July 1, 2002	\$ 8,583,265	\$ 8,550,1
Committed common stock	500,000	
Receivable - unearned ESOP shares	(92,191)	(97,0
Gain on allocation of ESOP shares	37,486	38,6
Accumulated deficit	(1,572,471)	(1,596,8
Accumulated other comprehensive loss	(11,671)	(6,0
Total stockholders' equity	\$ 7,444,418	\$ 6,888,8
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 12,301,413	\$ 11,214,7

SEE ACCOMPANYING NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	(Unaudited)	
	Three Months Ended	
	June 30,	
	2002	2001
<hr/>		
OPERATING REVENUES		
Fee income	\$ 797,560	\$ 723,144
Commissions	2,929,376	1,149,594
Internet revenues	134,935	170,786
	<hr/>	
Total revenue	\$ 3,861,871	\$ 2,043,524
	<hr/>	
OPERATING EXPENSES		
Compensation and benefits	\$ 517,105	\$ 473,603
Commission expense	2,580,844	914,348
General and administrative expenses	569,606	401,756
Sales commissions amortized	116,037	152,495
Depreciation and amortization	50,664	142,854
	<hr/>	
Total operating expenses	\$ 3,834,256	\$ 2,085,056
	<hr/>	
OPERATING INCOME (LOSS)	\$ 27,615	\$ (41,532)
	<hr/>	
OTHER INCOME (EXPENSES)		
Investment and other income	\$ 35,889	\$ 60,720
Interest expense	(75,792)	(86,574)
	<hr/>	
Net other income (expense)	\$ (39,903)	\$ (25,854)
	<hr/>	
INCOME (LOSS) BEFORE INCOME TAX EXPENSE	\$ (12,288)	\$ (67,386)
DEFERRED INCOME TAX BENEFIT (EXPENSE)	\$ 12,255	(2,852)
	<hr/>	
NET INCOME (LOSS) BEFORE MINORITY INTEREST	\$ (33)	\$ (70,238)
MINORITY INTEREST IN SUBSIDIARY	\$ 3,131	4,474
	<hr/>	
NET INCOME (LOSS) AFTER MINORITY INTEREST	\$ 3,098	\$ (65,764)
	<hr/>	
NET INCOME (LOSS) PER SHARE	\$.00	\$ (.01)
	<hr/>	
AVERAGE COMMON SHARES OUTSTANDING, AFTER 2:1 FORWARD STOCK SPLIT EFFECTIVE JULY 1, 2002	13,930,252	13,076,146

SEE ACCOMPANYING NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	(Unaudited) Six Months Ended June 30,	
	2002	2001
<hr/>		
OPERATING REVENUES		
Fee income	\$ 1,581,878	\$ 1,484,621
Commissions	5,649,116	2,369,775
Internet revenues	280,723	338,251
	<hr/>	
Total revenue	\$ 7,511,717	\$ 4,192,647
<hr/>		
OPERATING EXPENSES		
Compensation and benefits	\$ 971,282	\$ 945,602
Commission expense	4,982,842	1,859,385
General and administrative expenses	1,079,384	839,577
Sales commissions amortized	230,507	303,716
Depreciation and amortization	101,021	288,852
	<hr/>	
Total operating expenses	\$ 7,365,036	\$ 4,237,132
<hr/>		
OPERATING INCOME (LOSS)	\$ 146,681	\$ (44,485)
<hr/>		
OTHER INCOME (EXPENSES)		
Investment and other income	\$ 52,330	\$ 108,298
Interest expense	(151,535)	(165,356)
	<hr/>	
Net other income (expense)	\$ (99,205)	\$ (57,058)
<hr/>		
INCOME (LOSS) BEFORE INCOME TAX EXPENSE	\$ 47,476	\$ (101,543)
DEFERRED INCOME TAX BENEFIT (EXPENSE)	\$ (13,496)	(19,153)
	<hr/>	
NET INCOME (LOSS) BEFORE MINORITY INTEREST	\$ 33,980	\$ (120,696)
MINORITY INTEREST IN SUBSIDIARY	\$ 7,559	8,028
	<hr/>	
NET INCOME (LOSS) AFTER MINORITY INTEREST	\$ 41,539	\$ (112,668)
<hr/>		
NET INCOME (LOSS) PER SHARE	\$.00	\$ (.01)
<hr/>		
AVERAGE COMMON SHARES OUTSTANDING, AFTER 2:1 FORWARD STOCK SPLIT EFFECTIVE JULY 1, 2002	14,056,676	13,156,980

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	(Unaudited) Six Months Ended June 30,	
	2002	2001
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ 41,539	\$ (112,668)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation and amortization	100,901	288,852
Sales commissions amortized/charged off	230,507	303,716
Loss on sale of assets	-	(28)
Minority interest	(7,559)	(8,028)
(Increase) decrease in:		
Cash segregated for customers	(44,455)	123,032
Accounts receivable	(456,140)	43,186
Prepays	38,461	16,647
Deferred sales commissions capitalized, net of CDSC collected	(118,741)	(81,694)
Other assets	(34,425)	(5,442)
Increase (decrease) in:		
Service fees payable	(3,578)	3,861
Accounts payable	(43,993)	(35,245)
Deferred tax	13,496	(5,847)
Other liabilities	379,082	(54,238)
Net cash provided by operating activities	\$ 95,095	\$ 476,104
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	\$ (57,796)	\$ (65,391)
Purchase of available-for-sale securities	(527)	(1,062)
Purchase of goodwill	(1,117,711)	(118)
Net cash used by investing activities	\$ (1,176,034)	\$ (66,571)
CASH FLOWS FROM FINANCING ACTIVITIES		
Redemption of common stock	(153,658)	(111,079)
Purchase of treasury stock	-	(1,030,526)
Subordinated debenture issue	-	120,000
Reduction of notes payable	(6,409)	(75,436)
ESOP loan	-	(100,000)
Repayments from ESOP	4,902	952
Gain on allocation of ESOP shares	(1,127)	38,451
Redemption of subordinated debenture	(50,000)	-
Dividends paid	(17,150)	-
Net cash used by financing activities	\$ (223,442)	\$ (1,157,638)
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (1,304,381)	\$ (748,105)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,834,683	2,600,157
CASH AND CASH EQUIVALENTS AT END OF QUARTER	\$ 530,302	\$ 1,852,052

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SUPPLEMENTAL SCHEDULE OF NONCASH

INVESTING AND FINANCING ACTIVITIES

Change in unrealized gain (loss) on securities available-for-sale	(5,670)	2,686
Gain on allocation of ESOP shares	(1,127)	38,451
Reduction of notes payable	-	4,988
Purchase of goodwill with common stock	250,000	-
Purchase of goodwill with committed common stock	500,000	-
Purchase of goodwill with long-term liability	250,000	-
Reduction in other assets	(63,254)	-
Reduction in common stock	(63,254)	-

SEE ACCOMPANYING NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited) June 30, 2002 and 2001

NOTE 1 - BASIS OF PRESENTATION

On May 31, 2002, the shareholders of the Company approved a change in the Company name from ND Holdings, Inc. to Integrity Mutual Funds, Inc.

On May 31, 2002, the shareholders of the Company approved a 2 for 1 (2:1) forward stock split of the Company's common shares, effective July 1, 2002. The 2 for 1 (2:1) forward stock split is reflected in the condensed consolidated financial statements presented. Per share amounts have been adjusted as a result of the stock split.

The shareholders of the Company also approved on May 31, 2002, to change the capitalization of the Company by increasing the number of authorized common shares from the currently authorized 20,000,000 shares of no par value to 1,000,000,000 common shares of \$.0001 par value, and to change the capitalization of the Company by authorizing 100,000,000 preferred shares of \$.0001 par value, of which the Board of Directors may establish a class or series, setting forth the designation of the class or series, and fixing the relative rights and preferences of the class or series of the preferred shares.

The accompanying condensed consolidated financial statements of Integrity Mutual Funds, Inc., a North Dakota corporation, and its subsidiaries (collectively, the "Company"), included herein have been prepared by the Company, without audit, pursuant to the rules and regulations of the Securities and Exchange Commission ("SEC"). These unaudited condensed consolidated financial statements should be read in conjunction with the consolidated financial statements and the footnotes thereto contained in the Annual Report on Form 10-KSB for the year ended December 31, 2001 of Integrity Mutual Funds, Inc., as filed with the SEC. The condensed consolidated balance sheet at December 31, 2001, contained herein, was derived from audited financial statements, but does not include all disclosures included in the Form 10-KSB and applicable under accounting principles generally accepted in the United States of America. Certain information and footnote disclosures normally included in interim financial statements prepared in accordance with accounting principles generally accepted in the United States of America have been omitted.

In the opinion of the Company, the accompanying unaudited condensed

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consolidated financial statements contain all adjustments (which are of a normal recurring nature) necessary for a fair presentation of the financial statements. The results of operations for the six months ended June 30, 2002 are not necessarily indicative of operating results for the entire year.

NOTE 2 - INCOME TAXES

The Company's effective tax rate differs from the U. S. Statutory rate primarily due to nondeductible amortization expenses incurred as a result of the Ranson acquisition. The Company's effective tax rates for 2001 and 2000 were 0% and 96%, respectively.

Effective for 2001, the Company is amortizing deferred sales commissions over 5 years for income tax purposes. Previously, the Company was expensing deferred sales commissions as incurred. The Company will continue to capitalize and amortize the commissions for financial reporting purposes over 8 years (exception Integrity Fund of Funds, which are expensed). The effects of the change will create timing differences between when the commissions are deducted for income tax purposes and expensed as amortization for financial reporting purposes. Deferred tax assets or deferred tax liabilities may result from these timing differences.

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NOTE 3 - RECLASSIFICATION

Certain amounts in the 2001 condensed consolidated financial statements have been reclassified to conform with the 2002 presentation. These reclassifications had no effect on the Company's net income.

NOTE 4 - BUSINESS ACQUISITIONS

On January 15, 2002, the Company acquired 100% of the equity stock of Capital Financial Services, Inc. ("CFS"), a full-service brokerage firm based in Madison, Wisconsin. CFS is registered with the SEC as an investment advisor and broker-dealer and also with the NASD as a broker-dealer. CFS specializes in providing investment products and services to independent investment representatives, financial planners, and investment advisors and currently supports approximately 90 investment representatives and investment advisors.

The purchase consideration, as executed prior to the 2 for 1 (2:1) forward stock split effective July 1, 2002, was composed of \$1,140,000 in cash, 750,000 shares of the Company common stock to be issued in three (3) annual installments beginning at the date of purchase, a \$250,000 convertible debenture to be issued one year from the purchase date, as well as 250,000 options to purchase common stock of the Company at an option strike price of \$1.00 per share. Because there is no market for the Company's options and the strike price is above the market price, the options have been determined to have negligible value.

Pursuant to the terms of the purchase agreement whereby CFS was acquired, 750,000 shares of no par value common stock of the Company will be issued in three (3) annual installments beginning at the date of purchase. The shares will have a put right, whereby the installment shares may be put back to the Company at the rate of up to 250,000 shares per year for three (3) consecutive years at a price of \$1.00 per share. The put right may be exercised at any time within the ninety (90) day period following the first, second, and third anniversaries of the purchase. The put rights are non-accumulative and each installment will expire if not exercised during the scheduled redemption period.

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Also pursuant to the terms of the purchase agreement whereby CFS was acquired, on January 15, 2003, the Company will issue convertible debentures divided among the prior shareholders of CFS in the total amount of \$250,000, subject to certain provisions of the Stock Purchase Agreement dated January 15, 2002, which may increase or decrease the amount of the debenture to reflect undisclosed or unknown liabilities of CFS, loss of producing broker revenue base, recovery from third parties, and the costs of such recovery. The debenture principal will be payable January 15, 2006 and will pay interest on the principal sum from January 15, 2003 at the rate of four percent (4%) per annum on a semi-annual basis beginning on July 15, 2003 and thereafter on January 15th and July 15th of each year until the principal balance is paid. All payments will be applied first to interest and any remainder to reduction of principal. The debenture will be convertible as follows: beginning on the date of issuance and until the principal is paid in accordance with the terms of this agreement, the holder of this convertible debenture shall have the option to convert all or any portion of this convertible debenture to no par value common stock of the Company at the rate of one share for each one dollar of convertible debenture (1 share per \$1.00 converted) issued by the debenture holder.

The primary reasons for the acquisition were to acquire a full-service retail brokerage distribution system as well as to acquire the investment advisory service operations of CFS. The primary factors contributing to the purchase price were the presence of an established group of approximately 90 investment representatives and investment advisors, the existing relationship with a reputable clearing firm, the fact that approximately 95% of the business of CFS is processed as packaged products, i.e. mutual funds and insurance products, and to capture the revenue stream of approximately \$6.4 million. The estimated fair value of the equity of CFS was recorded at \$78,392. The excess purchase price over the estimated fair value of the equity of CFS was \$2,117,711, which has been recorded as goodwill.

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The operations and financial position of CFS were accounted for in the condensed consolidated financial statements of the Company beginning January 1, 2002.

INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES AND CAPITAL FINANCIAL SERVICES, INC. CONSOLIDATED PRO-FORMA FINANCIAL INFORMATION (UNAUDITED)

The following unaudited proforma summary presents the consolidation results of operations of the Company as if the business combination had occurred on January 1, 2001.

For the three months ended June 30, 2001

	(In Thousands)			
	Integrity Mutual Funds, Inc. and Subsidiaries	Capital Financial Services, Inc.	Pro-Forma Adjustments	Pro-Forma Consolidated
Revenues	\$ 2,044	\$ 1,565	-	\$ 3,609
Expenses	\$ 2,114	\$ 1,564	-	\$ 3,678
Net	\$ (70)	\$ 1	-	\$ (69)

For the six months ended June 30, 2001

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(In Thousands)

	Integrity Mutual Funds, Inc. and Subsidiaries	Capital Financial Services, Inc.	Pro-Forma Adjustments	Pro-Forma Consolidated
Revenues	\$ 4,193	\$ 3,162	-	\$ 7,355
Expenses	\$ 4,313	\$ 3,171	-	\$ 7,484
Net	\$ (120)	\$ (9)	-	\$ (129)

NOTE 5 - ACQUIRED INTANGIBLE ASSETS

Acquired intangible assets consisted of the following as of:

	June 30, 2002	December 31, 2001
Amortized Intangible Assets		

Carrying amount		
Covenant not to compete	\$ 218,000	\$ 218,000
Accumulated amortization	149,874	122,624

Aggregate Amortization Expense		

For the six month period ended June 30, 2002	\$ 27,250	
For the year ended December 31, 2001	\$ 54,500	
Estimated Amortization Expense		

For the years ended		
December 31, 2002	\$ 54,500	
December 31, 2003	\$ 40,876	
December 31, 2004	\$ 0	
December 31, 2005	\$ 0	
December 31, 2006	\$ 0	

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NOTE 6 - GOODWILL

The changes in the carrying amount of goodwill for the six month period ended June 30, 2002 are as follows:

Balance as of January 1, 2002	\$ 4,411,123	\$ 427,034	\$ 338,916	\$ 5,177,073
Goodwill acquired during the period	-	-	2,117,711	2,117,711
Impairment losses	-	-	-	-
Removal of goodwill based on cancellation of prior purchase	(60,467)	-	-	(60,467)

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Balance as of June 30, 2002 \$ 4,350,656 \$ 427,034 \$ 2,456,627 \$ 7,234,317

The above segments are tested for impairment on an annual basis in the second quarter and any impairment adjustments are reflected at that time. The initial application of SFAS No. 142 and the transitional impairment test was completed in the second quarter of 2002 and resulted in no impairment adjustment for all segments.

NOTE 7 - GOODWILL AND OTHER INTANGIBLE ASSETS - ADOPTION OF STATEMENT 142

As of January 1, 2002, the Company adopted Statement of Financial Accounting Standards (SFAS) No. 142 - Goodwill and Other Intangible Assets. In the following tables, net income, basic earnings per share, and diluted earnings per share are shown as if SFAS No. 142 had been applied to those periods.

NET INCOME:

	For the three months ended June 30, 2002	For the three months ended June 30, 2001
	-----	-----
Reported net income (loss)	\$ 3,098	\$ (65,764)
Add back: goodwill amortization	-	89,042
Adjusted net income (loss)	\$ 3,098	\$ 23,278

	For the six months ended June 30, 2002	For the six months ended June 30, 2001
	-----	-----
Reported net income (loss)	\$ 41,539	\$ (112,668)
Add back: goodwill amortization	-	178,356
Adjusted net income (loss)	\$ 41,539	\$ 65,688

BASIC EARNINGS PER SHARE:

	For the three months ended June 30, 2002	For the three months ended June 30, 2001
	-----	-----
Reported net income (loss)	\$.00	\$ (.01)
Add back: goodwill amortization	-	.01
Adjusted net income (loss)	\$.00	\$.00

	For the six months ended June 30, 2002	For the six months ended June 30, 2001
	-----	-----
Reported net income (loss)	\$.00	\$ (.01)
Add back: goodwill amortization	-	.01
Adjusted net income (loss)	\$.00	\$.00

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DILUTED EARNINGS PER SHARE:

	For the three months	For the three months
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	ended June 30, 2002	ended June 30, 2001
	-----	-----
Reported net income (loss)	\$.00	\$ (.01)
Add back: goodwill amortization	-	.01
Adjusted net income (loss)	\$.00	\$.00
	For the six months	For the six months
	ended June 30, 2002	ended June 30, 2001
	-----	-----
Reported net income (loss)	\$.00	\$ (.01)
Add back: goodwill amortization	-	.01
Adjusted net income (loss)	\$.00	\$.00

ITEM 2 MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATIONS

GENERAL

Integrity Mutual Funds, Inc. derives a substantial portion of its revenues and net income from providing investment management, distribution, shareholder services, accounting and related services to the Funds and others from its subsidiaries. ARM Securities Corporation (ARM Securities), acquired effective May 1, 2000, and Capital Financial Services, Inc. (CFS), acquired effective January 1, 2002, provide another substantial portion of revenues through sales of mutual funds and variable and fixed insurance products.

The Company organizes its business units into three reportable segments: mutual fund services, internet services, and broker-dealer services. The mutual fund services segment acts as investment adviser, distributor and provider of administrative service to sponsored and nonproprietary mutual funds. The internet services segment provides internet service for Minot and the surrounding area. The broker-dealer segment distributes shares of nonproprietary mutual funds and insurance products.

The Company's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies. Most of the businesses were acquired as a unit and the management at the time of the acquisitions were retained.

Segment Information

As of, Second Quarter Ended	Mutual Fund Services	Internet Services	Broker-Dealer Services	Total
	-----	-----	-----	-----
June 30, 2002				
Revenues from				
external customers	\$ 1,102,104	\$ 134,935	\$ 2,624,832	\$ 3,861,871
Intersegment				
Revenues	57,647	522	-	58,169
Interest expense	75,792	-	-	75,792
Depreciation and				
Amortization	23,882	25,671	1,111	50,664
Segment profit (loss)	(6,226)	(6,390) *	12,583	3,098

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June 30, 2001				
Revenues from				
external customers	\$ 863,908	\$ 170,785	\$ 1,008,831	\$ 2,043,524
Intersegment				
Revenues	-	445	-	445
Interest expense	86,507	67	-	86,574
Depreciation and				
Amortization	105,065	37,789	-	142,854
Segment profit (loss)	(51,220)	(9,130) *	(9,888)	(65,764)

As of Six Months Ended				
June 30, 2002				
Revenues from				
external customers	\$ 2,030,405	\$ 280,724	\$ 5,200,588	\$ 7,511,717
Intersegment				
Revenues	115,673	1,037	-	116,710
Interest expense	151,535	-	-	151,535
Depreciation and				
Amortization	47,503	51,291	2,227	101,021
Segment profit (loss)	55,931	(15,425) *	(6,526)	41,539
Segment assets	11,324,904	765,878	1,351,126	13,441,908
Expenditures for				
segment assets	54,105	3,431	260	57,796

June 30, 2001				
Revenues from				
external customers	\$ 1,779,671	\$ 338,251	\$ 2,074,725	\$ 4,192,647
Intersegment				
Revenues	1,800	900	-	2,700
Interest expense	165,289	67	-	165,356
Depreciation and				
Amortization	213,488	75,364	-	288,852
Segment profit (loss)	(146,775)	(16,383) *	42,462	(112,668)
Segment assets	10,354,467	900,495	1,221,870	12,476,832
Expenditures for				
segment assets	22,489	26,870	16,032	65,391

Reconciliation of Segment Information

		As of Three Months	
		Ended June 30, 2002	June 30, 2001
Revenues			
Total revenues for reportable segments	\$	3,920,040	\$ 2,043,9
Elimination of intersegment revenues		(58,169)	(4

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Consolidated total revenue	\$	3,861,871	\$	2,043,5
=====				
Profit				
Total reportable segment profit	\$	3,098	\$	(65,7
=====				

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	As of Six Months Ended June 30, 2002		June 30, 2001	
Revenues				
Total revenues for reportable segments	\$	7,628,427	\$	4,195,3
Elimination of intersegment revenues		(116,710)		(2,7
Consolidated total revenue	\$	7,511,717	\$	4,192,6
=====				
Profit				
Total reportable segment profit	\$	41,539	\$	(112,6
=====				
Assets				
Total assets for reportable segments	\$	13,441,908	\$	12,476,8
Elimination of intercompany receivables		(1,140,495)		(1,095,5

Consolidated assets	\$	12,301,413	\$	11,381,2
=====				

A substantial portion of the Company's revenues depend upon the amount of assets under its management/service. Assets under management/service can be affected by the addition of new funds to the group, the acquisition of another investment management company, purchases and redemptions of mutual fund shares and investment performance, which may depend on general market conditions. The Company provides investment management, distribution, shareholder services, fund accounting and other related administrative services to the open-end investment companies known as "Integrity Mutual Funds" and "Ranson Managed Portfolios," hereinafter collectively referred to as "the Funds." Integrity Mutual Funds currently consists of five (5) open-end investment companies including ND Tax-Free Fund, Inc., Montana Tax-Free Fund, Inc., South Dakota Tax-Free Fund, Inc., Integrity Fund of Funds, Inc. and Integrity Small-Cap Fund of Funds, Inc. Ranson Managed Portfolios consists of one open-end investment company containing four (4) separate portfolios including The Kansas Municipal Fund, The Kansas Insured Intermediate Fund, The Nebraska Municipal Fund, and The Oklahoma Municipal Fund. Sales of Fund shares are marketed principally in Montana, Kansas, Oklahoma, North Dakota, Nebraska and South Dakota.

ASSETS UNDER MANAGEMENT/SERVICE

By Investment Objective
In Millions

As of June 30,	2002	2001	% Change
FIXED INCOME Tax-Free Funds	\$ 299.4	\$ 295.4	1.4%
EQUITY Fund of Funds	\$ 13.4	\$ 17.1	(21.6)%

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TOTAL SPONSORED MUTUAL FUNDS - end of period	\$ 312.8	\$ 312.5	0.1%

TOTAL ASSETS UNDER MANAGEMENT/SERVICE	\$ 312.8	\$ 312.5	0.1%
=====			
Average for the six-month period	\$ 318.3	\$ 317.0	0.4%
=====			

Assets under the Company's management/service were \$312.8 million at June 30, 2002, a decrease of \$5.5 million (-1.7%) from December 31, 2001 and an increase of \$0.3 million (0.1%) from June 30, 2001.

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RESULTS OF OPERATIONS

	Three months ended		Six months ended	
	June 30,		June 30,	
	2002	2001	2002	2001

Net income (loss) after minority interest	\$ 3,098	\$ (65,764)	\$ 41,539	\$ (112,668)
Earnings per share				
Primary	\$ 0.00	\$ (0.01)	\$ 0.00	(0.01)
Fully-diluted	\$ 0.00	\$ (0.01)	0.00	(0.01)

Net income (loss) after minority interest for the second quarter ended June 30, 2002 was net income of \$3,098 compared to a \$65,764 net loss for the same quarter in the previous fiscal year.

Net income (loss) after minority interest for the six months ended June 30, 2002 was net income of \$41,539 compared to a \$112,668 net loss for the same quarter in the previous fiscal year.

OPERATING REVENUES

Total operating revenues for the second quarter ended June 30, 2002 were \$3,861,871, an increase of 89.0% from June 30, 2001. The increase is primarily attributable to revenues of \$1,681,212 relating to CFS, acquired effective January 1, 2002.

Total operating revenues for the six months ended June 30, 2002 were \$7,511,717, an increase of 79.2% from June 30, 2001. The increase is the net result of revenues of \$3,404,490 relating to CFS, acquired effective January 1, 2002, and increased revenues from Mutual Fund Services of 14.1% or \$250,735 offset by decreased revenues from Internet Services of 17.0% or \$57,527.

Fee income for the second quarter ended June 30, 2002 was an increase of 10.3% compared to June 30, 2001. The increase is the result of an increase in fee revenue due to the increase in assets under management/service offset by the reduction in fees charged to Class A shares converted from Class B shares. Beginning January 2000, ND Tax-Free Fund, Inc., Montana Tax-Free Fund, Inc.,

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and South Dakota Tax-Free Fund, Inc. issued an additional class of shares, Class A shares subject to Front End Sales Loads (FESLs). These shares are subject to a maximum front-end sales load of 4.25% scaled down to .75% minimum as the investment amount increases. Shares subject to the CDSC (Class B shares) would automatically convert to Class A shares (and would no longer be subject to the higher Rule 12b-1 fees) approximately 8 years after the date on which such Class B shares were purchased. The conversion would be made based on the relative net asset values of Class A and Class B shares, without imposing any load, fee or other charge.

Fee income for the six months ended June 30, 2002 was an increase of 6.6% compared to June 30, 2001. The increase is the result of an increase in fee revenue due to the increase in assets under management/service offset by the reduction in fees charged to Class A shares converted from Class B shares.

Commission income increased 154.8%, to \$2,929,376 for the second quarter ended June 30, 2002 from \$1,149,594 for the same period in 2001. The increase is the result of an increase in commission revenues from Broker-Dealer Services of \$1,553,609 (CFS acquired effective January 1, 2002) and from Mutual Fund Services of \$226,173.

Commission income increased 138.4%, to \$5,649,116 for the six months ended June 30, 2002 from \$2,369,775 for the same period in 2001. The increase is a result of increased commission revenues from Broker-Dealer Services of \$3,013,025 (CFS acquired effective January 1, 2002) and from Mutual Fund Services of \$266,316.

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Internet revenues were \$134,935 for the second quarter ended June 30, 2002, a 21.0% decrease from June 30, 2001. Internet Revenues were \$280,723 for the six months ended June 30, 2002, a 17.0% decrease from the six months ended June 30, 2001. Magic Internet Services, Inc. was added to the consolidated group October 1, 1999. The Company owns a 51% interest in the corporation.

OPERATING EXPENSES

Total operating expenses for the second quarter and six months ended June 30, 2002 were \$3,834,256 and \$7,365,036 respectively, an increase of 83.9% and 73.8% from the same periods ended June 30, 2001. The 83.9% and 73.8% increases are a result of the net activity in the major expense categories as described in the paragraphs that follow.

COMPENSATION AND BENEFITS

Total compensation and benefits for the second quarter ended June 30, 2002 were \$517,105, an increase of 9.2% from June 30, 2001. The increase is primarily the net effect of an increase in Mutual Fund Services employee compensation and benefits of \$101,963 offset by a decrease in Broker-Dealer Services employee compensation and benefits of \$61,065.

Total compensation and benefits for the six months ended June 30, 2002 were \$971,282, an increase of 2.7% from June 30, 2001. The increase is primarily the net effect of an increase in Mutual Fund Services employee compensation and benefits of \$54,746 offset by a decrease in Broker-Dealer Services employee compensation and benefits of \$35,815.

COMMISSION EXPENSE

Total commission expense for the second quarter ended June 30, 2002 was \$2,580,844, an increase of 182.3% from June 30, 2001. The increase primarily attributable to commission expense of \$1,529,903 related to CFS, acquired

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effective January 1, 2002.

Total commission expense for the six months ended June 30, 2002 was \$4,982,842, an increase of 168.0% from June 30, 2001. The increase is primarily attributable to commission expense of \$3,098,086 related to CFS, acquired effective January 1, 2002.

GENERAL AND ADMINISTRATIVE EXPENSES

Total general and administrative expenses for the second quarter ended June 30, 2002 were \$569,606, an increase of 41.8% from June 30, 2001. The increase is primarily attributable to general and administrative expenses of \$93,662 relating to CFS, acquired effective January 1, 2002, and an increase for Mutual Fund Services of \$89,333.

Total general and administrative expenses for the six months ended June 30, 2002 were \$1,079,384, an increase of 28.6% from June 30, 2001. The increase is the net effect of general and administrative expenses of \$190,731 relating to CFS, acquired effective January 1, 2002 and increased Mutual Funds services general and administrative expenses of \$55,159 offset by a decrease in Internet Services general and administrative expenses of \$31,200.

SALES COMMISSIONS AMORTIZED

Amortization of deferred sales commissions for the second quarter ended June 30, 2002 decreased 23.9% from June 30, 2001. Amortization of deferred sales commission for the six months ended June 30, 2002 decreased 24.1% from June 30, 2001. Sales commissions paid to brokers and dealers in connection with the sale of shares of the Funds sold without a FESL are capitalized and amortized on a straight line basis. Effective January 1, 2001, the Company accelerated the amortization life to eight years from nine years which best approximates management's estimate of the average life of investor's accounts in the Integrity Mutual Funds and Ranson Managed Portfolios and coincides with conversion of Class B shares to Class A shares as previously stated.

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DEPRECIATION AND AMORTIZATION

Depreciation and amortization decreased 64.5% for the second quarter ended June 30, 2002 and 65.0% for the six months ended June 30, 2002 compared to the same periods in 2001. The primary reason for the decrease was that effective January 1, 2002, the Company adopted Statement of Financial Accounting Standards (SFAS) No. 142 - Goodwill and Other Intangible Assets. Under SFAS 142, the Company no longer amortizes its goodwill and certain other intangibles over their estimated useful life. Rather, they will be subject to at least an annual assessment for impairment by applying a fair value based test. There were no impairment adjustments made during the quarter ended June 30, 2002.

OTHER INCOME (EXPENSES)

Interest and other income was 40.9% and 51.7% lower for the second quarter ended and six months ended June 30, 2002 compared to the same period in 2001 due to reduced interest income earned on cash invested. Interest Expense was 12.5% and 8.4% lower for the second quarter ended and six months ended June 30, 2002 compared to the same period in 2001.

LIQUIDITY AND CAPITAL RESOURCES

Net cash from operating activities was \$95,095 during the six month period June 30, 2002, a decrease of 80.0% from \$476,104 during the six month period ended June 30, 2001. A significant factor contributing to this variance is the

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commission accrual relating to the CFS acquisition, effective January 1, 2002. These receivables are expected to be collected within 30 days. Depreciation and amortization decreased 65.1% for the six months ended June 30, 2002 from the same period in 2001.

Net cash used by investing activities for the six months ended June 30, 2002 increased to \$1,176,034 from \$66,571 for the six months ended June 30, 2001. The 2002 activity included remodeling of the second floor of the company's office building, investment in disaster recovery computer systems, and goodwill related to the acquisition of CFS.

Net cash used by financing activities during the six months ended June 30, 2002 was \$223,442. The major financing activities for the period were the purchase of 172,500 shares from the Company shareholders for \$153,658, pursuant to a repurchase program approved by its Board of Directors, and the redemption of \$50,000 of subordinated debentures.

At June 30, 2002, the Company held \$530,302 in cash and cash equivalents, as compared to \$1,834,683 at December 31, 2001. Liquid assets, which consist of cash and cash equivalents, securities available-for-sale and current receivables decreased to \$1,619,345 at June 30, 2002 from \$2,472,729 at December 31, 2001, primarily the result of the acquisition of CFS, effective January 1, 2002.

Although the Company has historically relied upon sales of its common stock and debt instruments for liquidity and growth, management believes that the Company's existing liquid assets, together with the expected continuing cash flow from operations and the issuance of a long-term subordinated commercial note, will provide the Company with sufficient resources to meet its cash requirements during the next twelve months. Management expects that the principal need for cash will be the maturity of \$940,000 of debentures on September 1, 2002. This cash requirement will be met by utilizing existing cash, sales of the new long-term subordinated commercial note, and a short-term bank loan, if necessary. The effects on the Company's liquidity are expected to be minimal. Additional needs for cash may be to advance sales commissions on Funds subject to contingent deferred sales charges, acquire additional investment management or financial services firms, repurchase shares of the Company's common stock, and service debt.

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At June 30, 2002, total current liabilities exceeded current assets by \$156,000. Current liabilities include \$940,000 of debentures that mature September 1, 2002. This cash requirement will be met by utilizing existing cash, sales of the new long-term subordinated commercial note, and a short-term bank loan, if necessary. The new long-term subordinated commercial notes will replace the current debentures, thus reducing current liabilities and increasing long-term liabilities.

FORWARD-LOOKING STATEMENTS

When used in this Form 10-QSB, in future filings by the Company with the Securities and Exchange Commission, in the Company's press releases and in other Company-authorized written or oral statements, the words and phrases "can be", "expects," "anticipates," "may affect," "may depend," "believes," "estimate" or similar expressions are intended to identify "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. The Company cautions readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made. Such statements are subject to certain risks and uncertainties, including those set

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forth in this "Forward-Looking Statements" section, that could cause actual results for future periods to differ materially from those presently anticipated or projected. The Company does not undertake and specifically disclaims any obligation to update any forward-looking statement to reflect events or circumstances after the date of such statements.

Prior to the acquisition of ARM and CFS, the Company derived substantially all of its revenues from fees relating to the management of, and provision of services to, the Funds. The fees earned by the Company are generally calculated as a percentage of assets under management/service. If the Company's assets under management/service decline, or do not grow in accordance with the Company's plans, fee revenues and earnings would be materially adversely affected. Assets under management/service may decline because redemptions of fund shares exceed sales of fund shares, or because of a decline in the market value of securities held by the Funds, or a combination of both.

ARM and CFS revenues are generated from commissions (FESLs) and regular service fees received from various mutual fund and insurance companies. If sales of mutual funds or annuities decline, commission revenues and earnings would be adversely affected. If ARM or CFS's assets under service decline, service fee revenues and earnings would be adversely affected. Lower securities market levels may reduce sales of mutual funds or annuities, and assets under service may contract thus reducing service fee revenues and earnings.

In seeking to sell fund shares, and market its other services, the Company operates in the highly competitive financial services industry. The Company competes with approximately 8,000 open-end investment companies which offer their shares to the investing public in the United States. In addition, the Company also competes with the financial services and other investment alternatives offered by stock brokerage and investment banking firms, insurance companies, banks, savings and loan associations and other financial institutions, as well as investment advisory firms. Most of these competitors have substantially greater resources than the Company. The Company sells fund shares principally through third party broker-dealers. The Company competes for the services of such third party broker-dealers with other sponsors of mutual funds who generally have substantially greater resources than the Company. Banks in particular have increased, and continue to increase, their sponsorship of proprietary mutual funds distributed through third party distributors. Many broker-dealer firms also sponsor their own proprietary mutual funds which may limit the Company's ability to secure the distribution services of such broker-dealer firms. In seeking to sell fund shares, the Company also competes with increasing numbers of mutual funds which sell their shares without the imposition of sales loads. No-load mutual funds are attractive to investors because they do not have to pay sales charges on the purchase or redemption of such mutual funds' shares. This competition may place pressure on the Company to reduce the FESLs and CDSCs charged upon the sale or redemption of fund shares. However, reduced sales loads would make the sale of fund shares less attractive to the broker-dealers upon whom the Company depends for the distribution of fund shares. In the alternative, the Company might itself be required to pay additional fees, expenses, commissions or charges in connection with the distribution of fund shares which could have

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a material adverse effect on the Company's earnings. The ability of the Company to sell fund shares may also be affected by general economic conditions including, amongst other factors, changes in interest rates and the inflation rate. Interest and inflation rate changes may particularly impact the flow of money into mutual funds which invest in fixed-income securities. Each of the Funds except Integrity Fund of Funds, Inc. and Integrity Small-Cap Fund of Funds, Inc. invests substantially all of its assets in fixed-income

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securities.

General economic conditions, including interest and inflation rate changes, may also adversely affect the market value of the securities held by the Funds, thus negatively impacting the value of assets under management, and hence the fees earned by the Company. The fact that the investments of each Fund (except Integrity Fund of Funds, Inc. and Integrity Small-Cap Fund of Funds, Inc.) are geographically concentrated within a single state makes the market value of such investments particularly vulnerable to economic conditions within such state. In addition, the states in which the investments of the Funds as a group are concentrated are themselves concentrated in certain regions of the United States. The Company's fee revenues may therefore be adversely affected by economic conditions within such regions.

Sales of fund shares with FESLs provide current distribution revenue to the Company in the form of the Company's share of the FESLs and distribution revenue over time in the form of 12b-1 payments. Sales of fund shares with CDSCs provide distribution revenue over time in the form of 12b-1 payments and, if shares are redeemed within 5 years, CDSCs. However, the Company pays commissions on sales of fund shares with CDSCs, reflects such commissions as a deferred expense on its balance sheet and amortizes such commissions over a period of up to eight years, thereby recognizing distribution expenses.

Therefore, to the extent that sales of fund shares with CDSCs increases over time relative to sales of shares with FESLs, current distribution expenses may increase relative to current distribution revenues in certain periods, which would negatively impact the Company's earnings in such periods. In addition, the Company may need to find additional sources of funding if existing cash flow and debt facilities are insufficient to fund commissions payable to selling broker-dealers on CDSC shares.

PART II. OTHER INFORMATION

ITEM 2: MATERIAL CHANGES IN INSTRUMENTS DEFINING THE RIGHTS OF SHAREHOLDERS

On May 31, 2002, the shareholders of the Company approved an amendment of the Company's Articles of Incorporation which increased the authorized common shares of the Company from 20,000,000 shares of no par common stock to 1,000,000,000 shares of \$.0001 par value common stock. On May 31, 2002, the shareholders also approved an amendment of the Company's Articles of Incorporation which authorized 100,000,000 shares of \$.0001 par value preferred stock. Preferred shares have a preference over the common shares with respect to future dividends, voting rights, and liquidation in the event of dissolution. The Board of Directors may establish a class or series, setting forth the designation of the class or series and fixing the relative rights and preferences of the class or series of the preferred shares. The increase in the authorized shares of common stock and the authorization for preferred stock will not have any immediate effect on the rights of existing shareholders, however, the Board of Directors will have the authority to issue authorized shares of common stock and create classes of preferred stock within the authorized limits of preferred stock without requiring future shareholder approval of such issuances, except as may be required by applicable law or regulations, the Company's governing documents or the rules of any stock exchange, Nasdaq or any automated inter-dealer quotation system on which the Company's common stock may then be traded. The Company's shareholders can, therefore, experience a reduction in their ownership interest in the Company with respect to earnings per share (if any), voting, liquidation value, and book and market value if the additional authorized shares are issued. The holders of the Company's common stock have no preemptive rights, which means that current shareholders do not have a prior right to purchase any new issue of common stock in order to maintain their proportionate ownership in the Company.

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On May 31, 2002, the shareholders of the Company approved a two for one (2:1) forward stock split of the issued and outstanding common stock of the Company which took effect on July 1, 2002. The forward stock split increased the number of issued and outstanding shares of common stock of the Company as of July 1, 2002 from approximately 6,700,000 to approximately 13,400,000. Except for changes in the number of shares of stock issued and outstanding, the rights and privileges of holders of shares of common stock remain the same, both before and after the forward stock split. Commencing on July 1, 2002, each currently outstanding common stock certificate was deemed for all corporate purposes to evidence ownership of the increased number of shares resulting from the forward stock split. New stock certificates reflecting the number of shares resulting from the stock split will be issued only as currently outstanding certificates are transferred or upon request of individual shareholders.

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

At the Annual Meeting of Shareholders held on May 31, 2002, the following proposals were adopted by the margins indicated:

1. To elect a Board of Directors to hold office until the next annual meeting of shareholders and until their successors are elected and qualified.

Number of Votes Cast for:

Vance A. Castleman	5,065,397
Richard D. Olson	5,197,628
Peter A. Quist	5,197,628
Myron D. Thompson	5,197,628
Robert E. Walstad	5,167,698
Richard H. Walstad	5,173,457

2. To approve appointment of Brady Martz & Associates, P.C. as independent auditor for the Company for the fiscal year ending December 31, 2002.

For	5,275,948
Against	8,957
Abstain	9,177

3. To approve a change in the name of the Company from ND Holdings, Inc. to Integrity Mutual Funds, Inc.

For	5,146,875
Against	72,710
Abstain	76,483

4. To approve a change in the capitalization of the Company by increasing the number of authorized common shares from the currently authorized 20,000,000 shares of no par value to 1,000,000,000 common shares of \$0.0001 par value.

For	5,008,324
Against	190,351
Abstain	128,013

5. To approve a change in the capitalization of the Company by authorizing 100,000,000 preferred shares of \$0.0001 par value of which the Board of Directors may establish a class or series, setting forth the designation of the class or series and fixing the relative rights and preferences of the

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class or series of the preferred shares.

For	4,945,055
Against	258,683
Abstain	136,328

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6. To approve to effect a 2 for 1 forward split of the Company's common shares.

For	5,000,249
Against	226,927
Abstain	134,835

ITEM 5: OTHER INFORMATION

On September 14, 2001, the Company acquired all the equity shares of North Dakota Investment Advisors, Inc. in exchange for 67,000 of the Company's common shares. As a result of failure of certain conditions of the purchase agreement, on June 24, 2002, the Company rescinded the purchase dated September 14, 2001, and obtained return and cancellation of 67,000 of the Company's common shares.

On April 12, 2002, an Offer of Settlement previously submitted by ND Money Management, Inc. and Ranson Capital Corporation, wholly owned investment advisor subsidiaries of the Company, together with Robert Walstad and Monte Avery (the "Respondents") with respect to pending SEC issues arising from a routine 1997 SEC books and records audit, was accepted by the SEC. Pursuant to the terms of the order issued by the SEC in accordance with the settlement, without admitting or denying liability, the Respondents agreed to pay civil money penalties totaling \$40,000, to accept censure, to cease and desist from any current or future violations of certain provisions of the Advisors Act and the Investment Company Act and undertake remedial practices, including the retaining of an independent consultant to provide a review and recommendations regarding the Respondent's regulatory compliance procedures.

On July 11, 2002, the Company introduced an offering of subordinated commercial notes, strictly limited to bona fide North Dakota residents, with a maximum of \$1,000,000. As of July 26, 2002, the Company had issued \$215,000 in subordinated commercial notes.

ITEM 6: EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits

See Index to Exhibits on page 22 for a descriptive response to this item.

(b) Reports on Form 8-K

None

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INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES

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

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undersigned thereunto duly authorized.

/s/ Robert E. Walstad

August 13, 2002

Robert E. Walstad
CEO and Chairman of the Board
(CFO and CAO)

Date

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INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES

INDEX TO EXHIBITS

The following documents are filed as part of this Report:

Exhibit

99.1 CEO/CFO Certification of Periodic Financial Reports

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INTEGRITY MUTUAL FUNDS, INC. AND SUBSIDIARIES

CEO/CFO CERTIFICATION OF PERIODIC FINANCIAL REPORTS

The undersigned hereby certifies that this Quarterly Report on Form 10-QSB for the quarter ended June 30, 2002 fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 and that the information contained in this report fairly presents, in all material respects, the financial conditions and results of operations of Integrity Mutual Funds, Inc.

Date: August 13, 2002

/s/ Robert E. Walstad

Robert E. Walstad
CEO and Chairman of the Board
(Acting Chief Financial Officer)

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