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GLOBAL ASSETS & SERVICES INC
Form 10QSB/A
September 24, 2004

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 10QSB

AMENDMENT #1

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

| For Quarter Ended ----- | Commission File Number ----- |
|----------------------------|---------------------------------|
| March 31, 2004 | 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.

7,817,767 as of March 31, 2004

GLOBAL ASSETS AND SERVICES, INC.

(A DEVELOPMENT STAGE COMPANY)
FINANCIAL STATEMENTS

MARCH 31, 2004
(UNAUDITED)

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RESTATED REPORT ON REVIEW BY INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

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

We have reviewed the accompanying balance sheet of Global Assets and Services, Inc. for March 31, 2004 and the related statement of operations and cash flows for the three-months ended March 31, 2004 and 2003, and May 25, 1988 (inception) to March 31, 2004, included in the accompanying Securities and Exchange Commission Form 10-QSB for the period ended March 31, 2004. 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.

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. As discussed in Note 2 to the financial statements the Company is in the development stage, and will require funds from profitable operations, from borrowing, or from sale of equity securities to execute its business plan. Management's plans in regard to these matters are also described in Note 2. These factors raise substantial doubt about its ability to continue as a going concern. The financial statements do not include any adjustments that might result from this uncertainty.

We have previously audited, in accordance with auditing standards generally accepted in the United States, the balance sheet as of December 31, 2003, and the related statements of operations, stockholders' equity and cash flows for the year then ended (not presented herein). In our report dated April 12, 2004, we expressed an unqualified opinion on those financial statements. In our opinion, the information set forth in the accompanying balance sheet as of March 31, 2004 is fairly stated in all material respects in relation to the balance sheet from which it has been derived.

/s/ Michael Johnson & Co., LLC
Michael Johnson & Co., LLC
Denver, CO
September 21, 2004

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

| | March 31, 2004 |
|--|---------------------|
| | |
| ASSETS: | |
| Current assets: | |
| Cash | \$ 332 |
| | |
| Total current assets | 332 |
| | |
| TOTAL ASSETS | \$ 332 |
| | |
| LIABILITIES AND STOCKHOLDERS' EQUITY: | |
| Current Liabilities: | |
| Accounts Payable and Accrued Liabilities | \$ 21,795 |
| Notes Payable - Shareholder | 31,175 |
| | |
| Total Current Liabilities | 52,970 |
| | |
| Stockholders' Equity: | |
| Common Stock, \$0.001 Par Value, 100,000,000 shares authorized, 31,192,767 shares issued and outstanding in 2003 and 2004. | 31,497 3,013,653 |
| Additional Paid-In Capital | (3,097,788) |
| | |
| Deficit accumulated during the development stage | (52,638) |
| | |
| Total Stockholders' Deficit | \$ 332 |
| | |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | |

See Accountants Review Report

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GLOBAL ASSETS AND SERVICES, INC.
(Formerly Art, Music and Entertainment, Inc.)
(A Development Stage Company)
Statements of Operations

| | Three-Months Ended March 31, | | May 25, 198 (Inception) March 31, 2004 |
|---|---------------------------------|--------------|---|
| | 2004 | 2003 | |
| Revenue | | | |
| Revenue | \$ - | \$ - | \$ 846, |
| (Less) Cost of Sales | - | - | (336, |
| Total Income | - | - | 510, |
| Operating Expenses | | | |
| Doubtful Accounts | - | - | 34, |
| Consultant Fees | - | 258,299 | 1,697, |
| Legal & Accounting | - | 2,000 | 117, |
| Advertising | - | - | 14, |
| Directors and Officers Fees | - | 255,000 | 1,409, |
| Interest Expense | - | - | 8, |
| Telephone | - | 707 | 30, |
| Travel | - | - | 19, |
| Rent | - | - | 52, |
| Other General Expenses | - | 884 | 228, |
| Total Expenses | - | 516,890 | 3,611, |
| Net Loss From Operations | - | (516,890) | (3,101, |
| Other Income | | | |
| Interest Income | - | - | 4, |
| Net Loss | \$ - | \$ (516,890) | \$ (3,097, |
| Per Share Information: | | | |
| Weighted average number of common shares outstanding | 31,192,767 | 17,374,017 | |
| Net Loss per Common Share | * | * | |

* Less than \$.01

See Accountants Review Report

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

| | Three-Months Ended March 31, | |
|--|---------------------------------|-----------------|
| | 2004 | 2003 |
| | ----- | ----- |
| Cash Flows from Operating Activities: | | |
| Net Loss | \$ - | \$ (516) |
| Issuance of stock for services | - | 504 |
| Adjustments to reconcile net loss to cash used in operating activities: | | |
| Increase in accounts payable | - | 6 |
| Net Cash Flows Used by Operating Activities | ----- - | ----- (5) |
| Cash Flows from Financing Activities: | | |
| Proceeds from Notes Payable | - | |
| Issuance of Common Stock for Asset Acquisition | - | |
| Issuance of Common Stock | - | |
| Net Cash Flows Provided by Financing Activities | ----- - | |
| Net Increase (Decrease) in Cash | ----- - | ----- (5) |
| Cash and cash equivalents - Beginning of period | 332 | |
| Cash and cash equivalents - End of period | ----- \$ 332 | ----- \$ (5) |
| | ===== | ===== |
| Supplemental Disclosure of Cash Flow Information | | |
| Cash paid for Interest | \$ - | |
| | ===== | ===== |
| Cash paid for Income Taxes | \$ - | |
| | ===== | ===== |
| Non-Cash Transactions | | |
| Common stock issued in exchange for services | \$ - | \$ 504 |
| | ===== | ===== |

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GLOBAL ASSETS AND SERVICES, INC.
(A DEVELOPMENT STAGE COMPANY)
Statement of Stockholders' Equity (Deficit)
March 31, 2004
(Unaudited)
Restated

| | Common Stock | | Additional Paid-In Capital |
|--|--------------|-----------|----------------------------------|
| | # of Shares | Amount | |
| Balance - December 31, 1997 | 4,397,767 | 4,397 | 204,566 |
| Balance - December 31, 1998 | 4,397,767 | 4,397 | 204,566 |
| Balance - December 31, 1999 | 4,397,767 | 4,397 | 204,566 |
| Balance - December 31, 2000 | 4,397,767 | 4,397 | 204,566 |
| Issuance of stock for services 12/11 | 3,400,000 | 3,400 | - |
| Loss for year | - | - | - |
| Balance - December 31, 2001 | 7,797,767 | 7,797 | 204,566 |
| Issuance of stock for cash 3/28 | 20,000 | 20 | 1,980 |
| Issuance of stock for services 3/28 | 6,800,000 | 6,800 | 673,200 |
| Issuance of stock for services 4/2 | 1,000,000 | 1,000 | 99,000 |
| Issuance of stock for services 6/18 | 500,000 | 500 | 49,500 |
| Issuance of stock for services 7/12 | 710,000 | 710 | 70,327 |
| Issuance of stock for Asset Acquisition 8/12 | 1,750,000 | 1,750 | 654,500 |
| Issuance of stock for services 8/12 | 590,000 | 590 | 58,410 |
| Issuance of stock for cash 9/18 | 80,000 | 80 | 19,920 |
| Issuance of stock for services 10/15 | 4,945,000 | 4,945 | 489,555 |
| Loss for year | - | - | - |
| Balance - December 31, 2002 | 24,192,767 | 24,192 | 2,320,958 |
| Issuance of stock for services 1/15 | 2,775,000 | 2,775 | 252,225 |
| Issuance of stock for services 3/11 | 2,630,000 | 2,630 | 252,370 |
| Issuance of stock for services 4/20 | 100,000 | 100 | 9,900 |
| Issuance of stock for services 5/28 | 1,800,000 | 1,800 | 178,200 |
| Loss for Year | - | - | - |
| Balance - December 31, 2003 | 31,497,767 | 31,497 | 3,013,653 |
| Loss for Period | - | - | - |
| Balance - March 31, 2004 | 31,497,767 | \$ 31,497 | \$3,013,653 |

See Accountants Review Report

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GLOBAL ASSETS AND SERVICES, INC.
(A Development Stage Company)
Notes to Financial Statements
March 31, 2004
(Unaudited)

Note 1 - Presentation of Interim Information:

In the opinion of the management of Global Assets and Services, Inc., the accompanying unaudited financial statements include all normal adjustments considered necessary to present fairly the financial position as of March 31, 2004 and the results of operations and cash flows for the three-months ended March 31, 2004 and 2003, and May 25, 1988 (inception) to March 31, 2004. 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, 2003.

Note 2 - Going Concern:

The Company's financial statements have been presented on the basis that it is a going concern, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business.

The Company is in the development stage and has not earned any revenue from operations. The Company's ability to continue as a going concern is dependent upon its ability to develop additional sources of capital or locate a merger candidate and ultimately, achieve profitable operations. The accompanying financial statements do not include any adjustments that might result from the outcome of these uncertainties. Management is seeking new capital to revitalize the Company.

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

OF OPERATIONS

RESULTS OF OPERATIONS FOR THREE MONTH PERIOD ENDED MARCH 31, 2003

The Company incurred no general expenses for the three month period in 2004 compared to \$216,890 in 2003. There were no revenues for the period in 2004 or 2003. The Company recorded no net loss in the period in 2004 compared to a loss

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of (\$516,890) in 2003. The net loss per share was nominal in the period in 2004 and in 2003. The largest components of the operating expenses in 2003 in the quarter were \$258,299 in consultant fees, \$255,000 in directors and officers fees, and \$2,000 in accounting costs.

LIQUIDITY AND CAPITAL RESOURCES

The Company had minimal cash capital at the end of the period, which is insufficient for any significant operations. The Company will need to either borrow or make private placements of stock in order to fund operations. No assurance exists as to the ability to achieve loans, or make private placements of stock. The Company is seeking capital sources for investment, but there is no assurance sources can be found.

ITEM 3. CONTROLS AND PROCEDURES

Management of the Company has evaluated the effectiveness of the issuer's disclosure controls and procedures as of a date within 90 days prior to the filing date of the report (evaluation date) and have concluded that the disclosure controls and procedures are adequate and effective based upon their evaluation as of the evaluation date.

There were no significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of the most recent evaluation of such, including any corrective actions with regard to significant deficiencies and material weaknesses.

Trends: The company expects that the trend of no income and ongoing losses will continue in the future until a business operation has been achieved which may afford revenues and potential cash flows. No assurance can be made that any such operation will ever occur.

PART II - OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

None

ITEM 2. CHANGES IN SECURITIES

None

ITEM 3. DEFAULT UPON SENIOR SECURITIES

None

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

None

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ITEM 5. OTHER INFORMATION

None

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

None

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

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: September 20, 2004

/s/ Bertram Cutler

Bertram Cutler, President