

MARINE JET TECHNOLOGY CORP
Form 10QSB
November 14, 2003

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended **September 30, 2003**

OR

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT
For the transition period from _____ to _____
Commission file number 000-33297

MARINE JET TECHNOLOGY CORP.

(Exact name of small business issuer as specified in its charter)

Nevada
(State or other jurisdiction of incorporation or
organization)

88-0450923
(IRS Employer Identification No.)

4805 158 Court NE
Redmond, Washington 98052

(Address of principal executive offices)

(425) 869-2723

(Issuer's telephone number)

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 No

PART I.

Item 1. Financial Statements

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of
Marine Jet Technology, Corp:

We have reviewed the accompanying balance sheets of Marine Jet Technology, Corp. (a Development Stage Company incorporated in Nevada) as of September 30, 2003 and 2002, the related statements of operations and accumulated deficit for the three and nine months then ended and from February 9, 2000 (date of inception), the statement of changes in stockholders' equity from February 9, 2000 (date of inception) to September 30, 2003, and the statements of cash flows for the three and nine months ended September 30, 2003 and from February 9, 2000 (date of inception) to September 30, 2003, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Marine Jet Technology, Corp.

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

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles in the United States of America.

The accompanying financial statements have been prepared assuming the Company will continue as a going concern. As disclosed in Note 2, certain conditions indicate that the Company may be unable to continue as a going concern. The accompanying financial statements do not include any adjustments to the financial statements that might be necessary should the Company be unable to continue as a going concern.

/s/ Chavez & Koch, CPA's
Chavez & Koch, CPA's

October 29, 2003
Henderson, Nevada

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MARINE JET TECHNOLOGY, CORP.

(A Development Stage Company)
BALANCE SHEETS
AS OF SEPTEMBER 30, 2003 & 2002

		UNAUDITED	
		9/30/2003	9/30/2002
<u>ASSETS</u>			
CURRENT ASSETS:			
Cash	\$	2,123	\$ 17,620
Prepaid expenses		-	405
Total current assets		2,123	18,025
FIXED ASSETS:			
Office equipment		689	689
Equipment and machinery		30,000	30,000
Accumulated depreciation		(12,695)	(6,597)
Total fixed assets		17,994	24,092
OTHER ASSETS:			
Amortized Intangible Assets:			
Proprietary rights agreement		1,000	1,000
Patents		55,238	55,238
Accumulated amortization		(13,343)	(9,296)
Total other assets		42,895	46,942
TOTAL ASSETS	\$	63,012	\$ 89,059

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES:			
Notes payable-shareholder	\$	15,050	\$ -
Total current liabilities		15,050	-
STOCKHOLDERS' EQUITY:			
Common stock, \$0.001 par value, 45,000,000 shares authorized 20,732,570 and 20,732,570 shares issued and outstanding as of 9/30/03 and 9/30/02, respectively.		20,733	20,733
Preferred stock, \$0.001 par value, 5,000,000 shares			

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authorized, no shares issued and outstanding
as of 9/30/03 and 9/30/02, respectively.

Additional paid-in capital	167,645	158,436
Accumulated deficit during development stage	(140,416)	(90,110)
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Total stockholders' equity	47,962	89,059
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TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	\$ 63,012	\$ 89,059
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The accompanying accountants' review report and notes to the financial statements should be read in conjunction with these Balance Sheets.

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MARINE JET TECHNOLOGY, CORP.
(A Development Stage Company)
STATEMENT OF OPERATIONS AND ACCUMULATED DEFICIT
FOR THE THREE MONTHS ENDED SEPT. 30, 2003 & 2002
AND FROM INCEPTION TO SEPT. 30, 2003

UNAUDITED

	Three months ended		Nine months ended		Inception to
	9/30/2003	9/30/2002	9/30/2003	9/30/2002	9/30/2003
REVENUES:	\$ -	\$ -	\$ -	\$ -	\$ -
EXPENSES:					
General and administrative expenses	4,204	5,051	28,861	14,152	119,587
Depreciation expense	1,538	1,537	4,561	4,561	12,695
Amortization expense	1,020	1,020	3,027	3,029	13,344
TOTAL EXPENSES	6,762	7,608	36,449	21,742	145,626
OPERATING LOSS	(6,762)	(7,608)	(36,449)	(21,742)	(145,626)

Other income (expense):					
Interest expense	(50)	-	(50)	-	(640)
Gain on forgiveness of debt	-	-	-	-	5,850
TOTAL OTHER INCOME (EXPENSE)	(50)	-	(50)	-	5,210
NET LOSS	(6,812)	(7,608)	(36,499)	(21,742)	(140,416)
Accumulated deficit, beginning of period	(133,604)	(82,502)	(103,917)	(68,368)	-
Accumulated deficit, end of period	\$ (140,416)	\$ (90,110)	\$ (140,416)	\$ (90,110)	\$ (140,416)
Weighted average number of shares outstanding	20,732,570	20,732,570	20,732,570	20,732,570	19,276,370
Net loss per basic shares	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)

The accompanying independent accountant's review report and notes to financial statement should be read in conjunction with these Statements of Operations and Accumulated Deficit.

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MARINE JET TECHNOLOGY, CORP.
(A Development Stage Company)
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FROM INCEPTION TO SEPTEMBER 30, 2003

UNAUDITED

Shares	Common Stock	Additional Paid-in Capital	Accumulated Deficit During Dev. Stage	Total Stockholders' Equity
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<u>Issued for cash</u>						
February 11, 2000	105,000	\$ 105	\$ -	\$ -	\$ -	105
<u>Issued for cash</u>						
February 12, 2000	3,125,000	3,125	-	-	-	3,125
<u>Issued for cash</u>						
May 18, 2000	100,000	100	-	-	-	100
<u>Issued for proprietary rights agreement</u>						
May 19, 2000	1,000,000	1,000	-	-	-	1,000
<u>Issued for patents</u>						
May 19, 2000	15,875,000	15,875	33,906	-	-	49,781
<u>Expense paid for by an officer & director</u>						
December 31, 2000	-	-	4,790	-	-	4,790
<u>Net income (loss)</u>						
December 31, 2000	-	-	-	(18,718)	-	(18,718)
<u>Balance December 31, 2000</u>	20,205,000	20,205	38,696	(18,718)	-	40,183
<u>504 Offering</u>						
July 31, 2001	527,570	528	104,986	-	-	105,514
<u>Expenses paid for by an officer & director</u>						
September 30, 2001	-	-	11,575	-	-	11,575
<u>Expenses paid for by an officer & director</u>						
December 31, 2001	-	-	3,179	-	-	3,179
<u>Net income (loss)</u>						
December 31, 2001	-	-	-	(49,650)	-	(49,650)
<u>Balance December 2001</u>	20,732,570	20,733	158,436	(68,368)	-	110,801
<u>Net income (loss)</u>						
March 31, 2002	-	-	-	(10,601)	-	(10,601)
<u>Balance March 31, 2002</u>	20,732,570	\$ 20,733	\$ 158,436	\$ (78,969)	\$ -	\$ 100,200

The accompanying independent accountant's review report and notes to financial statement should be read in conjunction with this Statement of Changes in Stockholders' Equity.

MARINE JET TECHNOLOGY, CORP.
(A Development Stage Company)
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FROM INCEPTION TO SEPTEMBER 30, 2003

UNAUDITED

	Shares	Common Stock	Additional Paid-in Capital	Accumulated Deficit During Dev. Stage	Total Stockholders' Equity
<u>Net income (loss)</u> June 30, 2002	-	\$ -	\$ -	\$ (3,533)	\$ (3,533)
<u>Balance June 30, 2002</u>	20,732,570	20,733	158,436	(82,502)	96,667
<u>Net income (loss)</u> September 30, 2002	-	-	-	(7,608)	(7,608)
<u>Balance September 30, 2002</u>	20,732,570	20,733	158,436	(90,110)	89,059
<u>Expenses paid for by an officer & director</u> December 31, 2002	-	-	9,844	-	9,844
<u>Net income (loss)</u> December 31, 2002	-	-	-	(13,807)	(13,807)
<u>Balance December 31, 2002</u>	20,732,570	20,733	168,280	(103,917)	85,096
<u>Expense reimbursement to an officer & director</u> March 31, 2003	-	-	(635)	-	(635)
<u>Net income (loss)</u> March 31, 2003	-	-	-	(16,489)	(16,489)

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<u>Balance March 31, 2003</u>	20,732,570	20,733	167,645	(120,406)	67,972
<u>Net income (loss)</u> June 30, 2003	-	-	-	(13,198)	(13,198)
<u>Balance June 30, 2003</u>	20,732,570	20,733	167,645	(133,604)	54,774
<u>Net income (loss)</u> September 30, 2003	-	-	-	(6,812)	(6,812)
<u>Balance September 30, 2003</u>	20,732,570	\$ 20,733	\$ 167,645	\$ (140,416)	\$ 47,962

The accompanying independent accountant's review report and notes to financial statements should be read in conjunction with this Statement of Changes in Stockholders' Equity.

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MARINE JET TECHNOLOGY, CORP.
(A Development Stage Company)
STATEMENT OF CASH FLOWS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2003 & 2002
AND FROM INCEPTION TO SEPTEMBER 30, 2003

	UNAUDITED				
	Three months ended		Nine months ended		Inception to
	9/30/2003	9/30/2002	9/30/2003	9/30/2002	9/30/2003
CASH FLOWS FROM OPERATING ACTIVITIES:					
Net loss	\$ (6,812)	\$ (7,608)	\$ (36,499)	\$ (21,742)	\$ (140,416)
Adjustments to reconcile net loss with net cash used in operating activities:					
Depreciation and amortization	2,558	2,557	7,588	7,590	26,039
(Increase) decrease in	405	-			

prepaid expenses

