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ADVANCE TECHNOLOGIES INC
Form 10QSB/A
June 18, 2001

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB/A

(Mark One)

Quarterly report pursuant to Section 13 or 15(d) of
the Securities Exchange Act of 1934

For the quarterly period ended March 31, 2000

Or

Transition report pursuant to Section 13 or 15(d) of
the Securities Exchange Act of 1934.

For the transition period from _____ to _____

Commission file number 0-27175

ADVANCED TECHNOLOGIES INC.

(Exact name or registrant as specified in its charter)

| | |
|--|---|
| Nevada | 95-475536 |
| (State or other jurisdiction Incorporation or organization) | (I.R.S. Employer Identification No.) |

716 Yarmouth Rd Suite 215
Palos Verdes Estates, CA 90274
(Address of principal executive offices)

Registrant's telephone number, including area code:
(310) 265-7776

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
month 2 (or for such that the registrant was required to
file such reports), and (2) has shorter period been subject
to such filing requirements for the past 90 days.
Yes No

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY.

Indicate by check mark whether the registrant has filed all
documents and report required to be filed by Sections 12, 13
or 15(d) of the Securities Exchange act of 1934 subsequent
to the distribution of securities under a plan confirmed by
a court.
Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS:

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

As of December 31, 1999, approximately 2,572,923 shares of the Registrant's Common Stock, \$0.001 par value, were outstanding.

As of December 31, 1999, approximately 50,204,102 shares of the Registrant's Class A Preferred Non-voting Stock par value \$0.001 were outstanding.

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.

Advance Technologies, Inc
(Registrant)

Date: June 14, 2001

By: /S/ Gary E. Ball
Gary E. Ball
President and Director

Exhibit: Advance Technologies, Inc.
Consolidated Financial Statements
March 31, 2000
Accountant's Report

Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Financial Statements
March 31, 2000

David L. Johnson
CERTIFIED PUBUC ACCOUNTANT
231 P Street, Suite D
Davis, California 95616
(530) 758-4260
FAX (530) 758-3113

To the Board of Directors
Advanced Technologies, Inc.

I have reviewed the accompanying balance sheets of Advanced Technologies, Incorporated as of March 31, 2000 and related statements of income and retained earnings, and cash flows for the nine months then ended, 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 representation of the management of Advanced Technologies, Inc.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than 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 I do not express such an opinion.

Based on my reviews, I am 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.

My review was made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them

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to be in conformity with generally accepted accounting principles.

/S/ David L. Johnson
Certified Public Accountant
April 24, 2000

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Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Balance Sheets

Assets

March 31 2000

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| | |
|--------------------------|----------|
| Current assets | |
| Cash | \$ 307 |
| Prepaid License (Note 4) | 25,000 |
| Prepaid Auto Lease | 2180 |
| | ----- |
| Total Assets | \$27,487 |
| | ----- |

Liabilities and Stockholders' Equity

| | |
|---------------------------------|-----------|
| Current Liabilities | |
| Accounts Payable | \$ 1,218 |
| Accounts Payable - Officer | 4,846 |
| Note payable - Officer (Note 7) | 48,000 |
| Advance Royalties (Note 5) | 25,000 |
| | ----- |
| Total Current Liabilities | \$ 79,064 |
| | ----- |

| | |
|---|-----------|
| Stockholders' Equity | |
| Common Stock, authorized 100,000,000 shares of \$.001 par value, issued and outstanding 2,572,923 share | \$ 2,573 |
| Preferred Stock, Series A authorized 100,000,000 shares of \$.001 par value, issued and outstanding 50,204,102 shares | \$ 50,204 |
| Additional Paid in Capital | \$446,496 |
| Deficit Accumulated During the Development Stage | (550,850) |
| | ----- |
| Total Stockholders' Equity | (51,577) |
| Total Liabilities and Stockholders' Equity | \$ 27,487 |
| | ----- |

The accompanying notes are an integral part of these
financial statements

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Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Statement of Operations

| | Three Months Ended December 31, 1999 | Three Months Ended March 31, 2000 |
|-------------------------------------|---|--------------------------------------|
| | ----- | ----- |
| Revenues: | 0 | 0 |
| Expenses: | | |
| Organization Costs | 0 | 0 |
| General and administrative | 248 | 24 |
| | ----- | ----- |
| Total Expenses | 248 | 24 |
| | ----- | ----- |
| Net (Loss) | (248) | (24) |
| Net Loss Per Share | 0 | 0 |
| Weighted average shares outstanding | | |

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1,322,920

1,322,920

The accompanying notes are an integral part of these
financial statements

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Advance Technologies, Inc.
(a Development Stage Company)
Consolidated Statement of Cash Flows

| | Six Months Ended March 31, 2000 ----- | Three Months Ended March 31, 2000 ----- |
|--|---|---|
| Cash Flows from Operating Activities | | |
| Net Loss | (248) | (24) |
| Net cash flow provided (used) By operating activities | (248) ----- | (24) ----- |
| Net Increase (decrease) in cash | | |
| Cash, beginning of year | 555 ----- | 331 ----- |
| Cash, end of year | 307 ----- | 307 ----- |

The accompanying notes are an integral part of these
financial statements

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Advance Technologies, Inc.
(a Development Stage Company)
Notes to the Consolidated Financial Statements
March 31, 2000

NOTE 1- Summary of Significant Accounting Policies

a. Organization

The Company was organized under the laws of the state of Delaware on June 16, 1969 as PWB Industries, inc. On November 10, 1975, the Company changed its name to Sun Energy, Inc. At that time the Company began operation in the oil and gas lease industry. By 1985 the Company discontinued its operation and became dormant. On March 6, 1996 the Company attempted a merger that eventually failed. On August 23, 1997 the Company changed its name to Advance Technologies, Inc. and moved its state of domicile to the state of Nevada.

On September 27, 1999 pursuant to a plan of acquisition, the Company exchanged 50,204,102 shares of its Series "A" preferred stock for SeaCrest Industries Corporation's 50,204,102 share of common stock. This acquisition has been accounted for using the purchase method of a business combination.

b. Accounting Method

The Company recognizes income and expense on the accrual basis of accounting.

c. Consolidation

The consolidated financial statements include the accounts of Advanced Technologies, Inc. and SeaCrest Industries Corporation, a wholly owned subsidiary. Intercompany transactions have been eliminated.

d. Earning (Loss) Per Share

The computation of earning per share of common stock is based on the weighted average number of shares outstanding at the date of the financial statements.

e. Cash and Cash Equivalents

The Company considers all highly liquid investment with maturities of three months or less to be cash equivalents.

f. Provision for Income Taxes

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No provision for income taxes has been recorded due to net operating loss carryforwards totaling approximately \$(550,602) that will be offset against future taxable income. These NOL carryforwards begin to expire in the year 2004. No tax benefit has been reported in the financial statements because the Company believes there is a 50% or greater chance the carryforward will expire unused.

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Advance Technologies, Inc.
(a Development Stage Company)
Notes to the Consolidated Financial Statements
March 31, 2000

Deferred tax assets and the valuation account is as follows:

| | March 30, 2000 |
|---------------------|-------------------|
| Deferred tax asset: | |
| NOL carryforward | \$189,584 |
| Valuation allowance | (189,584) |
| | ----- |
| | \$ - |
| | ----- |

NOTE 2- Going Concern

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company has few assets and has had recurring operating losses and is dependent upon financing to continue

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operations. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. It is management's plan to find an operating company to merge with, thus creating necessary operating revenue.

NOTE 3-Development Stage Company

The company is a development state company as defined in Financial Accounting Standards Board Statement No.7. It is concentrating substantially all of its efforts in raising capital and developing its business operations in order to generate significant revenues.

NOTE 4- Prepaid License Agreement

SeaCrest Industries Corporation, formerly Infrared Systems International, Inc., entered into a licensing agreement with Hughes Aircraft Company for an infrared landing aid system. Hughes Aircraft Company was paid \$25,000 on October 25, 1995 upon commencement of the agreement. There is also a \$1,000 royalty payment due to Hughes Aircraft Company for each unit sold. The first twenty units sold, \$20,000, will be deducted from the original \$25,000 deposit. This royalty agreement will be renegotiated on October 25, 2000.

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Advance Technologies, Inc.
(a Development Stage Company)
Notes to the Consolidated Financial Statements
March 31, 2000

NOTE 5-Advanced Royalties

SeaCrest Industries Corporation, formerly Infrared Systems International, Inc., entered into a licensing agreement for marketing and distributing of infrared aircraft landing systems. Seacrest received \$25,000 in advances.

NOTE 6- Stock Transactions

On December 2, 1998 and August 23, 1997, the Company's board of directors authorized a reverse stock split, 1 share for 35 shares and 1 share for 10 shares, respectively. The financial statements have been retroactively restated to show the effects of the reverse stock split.

NOTE 7-Related Party Transactions

Since the Company does not have the necessary operating revenue to sustain operations, stock has been issued for service. Some of the parties receiving stock are related parties, including officers of the Company.

During 1999, an officer of the Company advanced \$60,000 to cover expenses. \$12,000 was subsequently paid back leaving a note payable of \$48,000 at March 31, 2000. The note payable officer is considered a current liability with no provisions for interest.

During 1999, the officers of the Company paid their own travel expenses. The amount payable to the officers at March 31, 2000 is \$4,846.

