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American Home Food Products, Inc.
Form 10QSB
April 20, 2005

FORM 10-QSB

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 FOR THE QUARTERLY PERIOD ENDED FEBRUARY 28, 2005

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 FOR THE TRANSITION PERIOD FROM _____ TO _____.

AMERICAN HOME FOOD PRODUCTS INC.
(Formerly Novex Systems International Inc.)

(Exact name of registrant as specified in its charter)

New York State of Jurisdiction)	0-26112 (Commission File Number)	41-1759882 (IRS Employer Identification No.)
67 Wall Street (Address of Principal Executive offices)	New York, New York	10005 (Zip Code)

Registrant's telephone number, including area code 973-777-2307

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 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 filing requirements for the past 90 days. Yes No .

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The Company had 25,245,187 shares of its \$.001 par value common stock and 0 shares of its \$.001 par value preferred stock issued and outstanding on February 28, 2005.

DOCUMENTS INCORPORATED BY REFERENCE

<u>Location in Form 10-Q</u>	<u>Incorporated Document</u>
Part II, Item 6	Form 8-K dated February 21, 2005

AMERICAN HOME FOOD PRODUCTS, INC.

(formerly Novex Systems International, Inc.)

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AMERICAN HOME FOOD PRODUCTS, INC.
(FORMERLY NOVEX SYSTEMS INTERNATIONAL, INC.)
BALANCE SHEET
February 28, 2005
(unaudited)

ASSETS

CURRENT ASSETS:

Cash	\$	14,890
Royalty/Licensee receivable		19,817

Total Current Assets		34,707
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INTANGIBLES - at cost, net		503,298
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	\$	538,005
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LIABILITIES AND SHAREHOLDERS DEFICIENCY

CURRENT LIABILITIES:

Current portion of long term debt	\$	1,581,169
Accounts payable		427,501
Loans payable - shareholder		191,864
Accrued expenses and other current liabilities		634,996
Accrued payroll taxes		409,363

Total Current Liabilities		3,244,893
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COMMITMENTS AND CONTINGENCY

SHAREHOLDERS DEFICIENCY:

Preferred stock - \$0.001 par value, 10,000,000 shares authorized, 0 shares issued and outstanding		
Common stock - \$0.001 par value, 100,000,000 shares authorized 25,245,187 shares issued and outstanding		25,245
Additional paid-in capital		8,058,400
Accumulated deficit		(10,790,533)

Total shareholders' deficiency		(2,706,888)
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	\$	538,005
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See notes to financial statements.

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AMERICAN HOME FOOD PRODUCTS, INC.
(FORMERLY NOVEX SYSTEMS INTERNATIONAL, INC.)
STATEMENTS OF OPERATIONS

	Three Months Ended February 28,		Nine Months Ended February 28,	
	2005	2004	2005	2004
	Unaudited	Unaudited	Unaudited	Unaudited
ROYALTY REVENUE	57,893	40,650	156,450	171,347
COST OF GOODS SOLD	0	0	0	0
GROSS PROFIT	57,893	40,650	156,450	171,347
SELLING, GENERAL AND ADMINISTRATIVE	112,571	104,484	336,323	198,967
INCOME (LOSS) FROM OPERATIONS	(54,678)	(63,834)	(179,873)	(27,620)
OTHER INCOME(EXPENSES):				
Interest expense	(39,175)	(44,386)	(120,664)	(128,751)
Gain on property conveyance	0	0	15,821	393,500
OTHER EXPENSES, net	(39,175)	(44,386)	(104,843)	264,749
NET INCOME (LOSS)	(93,853)	(108,220)	(284,716)	237,129
Less: Preferred stock dividend	0	0	0	45,214
NET INCOME (LOSS) TO COMMON SHAREHOLDERS	(93,853)	(108,220)	(284,716)	191,915
INCOME (LOSS) PER COMMON SHARE, basic and diluted	\$ (0.00)	\$ (0.00))	\$ (0.01)	\$ 0.01
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING, basic and diluted	25,245,187	25,245,187	25,245,187	25,745,187

See notes to financial statements.

AMERICAN HOME FOOD PRODUCTS, INC.
(FORMERLY NOVEX SYSTEMS INTERNATIONAL, INC.)
STATEMENTS OF CASH FLOWS

	Nine Months ended February 28,	
	2005	2004
	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income (loss)	\$ (284,716)	\$ 237,129
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:		
Amortization of goodwill	37,884	37,884
Gain on property conveyance		(393,500)
Reversal of excess accruals		(12,204)
Changes in assets and liabilities, net of the effect from acquisition:		
Accounts receivable		68,169
Royalty/Licensee receivable	16,596	(13,385)
Accounts payable	4,374	97,513
Accrued expenses and other current liabilities	193,344	21,722
Accrued payroll taxes	5,686	43,698
	(26,832)	87,026
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
CASH FLOWS FROM INVESTING ACTIVITIES:		
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from loans payable - shareholders	41,542	44
Proceeds from debt financing		46,959
	41,542	47,003
NET CASH PROVIDED BY FINANCING ACTIVITIES		
NET INCREASE IN CASH	14,710	134,029
CASH AT BEGINNING OF YEAR	180	3,165
CASH AT END OF PERIOD	\$ 14,890	\$ 137,194
SUPPLEMENTAL CASH FLOW INFORMATION:		
Cash paid during the period for:		
Interest	\$	\$ 74,445
Income taxes		
Non-cash flow and investing and financing activities:		
Foreclosure of property and equipment		767,298
Reversal of accrued liabilities related to foreclosure		72,113

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	Nine Months ended February 28,	
Satisfaction of bank debt via foreclosure	<u> </u>	<u>1,118,686</u>
Contribution of preferred and common equity	<u>\$</u>	<u>\$ 1,645,133</u>

See notes to financial statements.

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AMERICAN HOME FOOD PRODUCTS, INC.

(Formerly Novex Systems International, Inc.)

NOTES TO FINANCIAL STATEMENTS

NINE MONTHS ENDED FEBRUARY 28, 2005

(UNAUDITED)

1. BASIS OF PRESENTATION

The accompanying unaudited condensed financial statements of American Home Food Products, Inc. (formerly Novex Systems International, Inc.) (the Company) have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-QSB and Regulation S-B. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments considered necessary for a fair presentation (consisting of normal recurring accruals) have been included. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Operating results expected for the nine months ended February 28, 2005 are not necessarily indicative of the results that may be expected for the year ending May 31, 2005. For further information, refer to the financial statements and footnotes thereto included in the Company's Annual Report on Form 10-KSB for the year ended May 31, 2004. Per share data for the periods are based upon the weighted average number of shares of common stock outstanding during such periods, plus net additional shares issued upon exercise of options and warrants.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. GOING CONCERN

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. The Company has suffered from recurring losses from operations, and has a negative working capital and shareholder deficiency as of February 28, 2005. The Company is also in arrears with paying payroll taxes by several months. These factors raise substantial doubt as to the Company's ability to continue as a going concern. Management expects to incur additional losses in the foreseeable future and recognizes the need to raise capital to achieve their business plans. The financial statements do not include any adjustments that might be necessary should the Company be unable to continue as a going concern.

b. STOCK-BASED COMPENSATION

The Company accounts for its stock-based compensation plans under Accounting Principles Board Opinion 25, (APB25) Accounting for Stock Issued to Employees and the related interpretation, for which no compensation cost is recorded in the statement of operations for the estimated fair value of stock options issued with an exercise price equal to the fair value of the common stock on the date