MEDICSIGHT INC

FORM 10QSB
(Quarterly Report of Financial Condition)

Filed 11/21/1996 For Period Ending 9/30/1996

Address	46 BERKELEY SQUARE
	LONDON UNITED KINGDO, W1Y 7FF
Telephone	212-406-4700
CIK	0001001601
Industry	Software & Programming
Sector	Technology
Fiscal Year	12/31

Generated by **EDGAR Online Pro**
http://pro.edgar-online.com

EDGAR Online

Contact **EDGAR Online**
Customer Service: 203-852-5666
Corporate Sales: 212-457-8200

Form 10-QSB
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

[x] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 1996

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number 0-26886

INTERNET HOLDINGS, INC.
(Exact name of Registrant as specified in its charter)

State of Utah (State or other jurisdiction of incorporation or organisation)	13-3758042 (I.R.S. Employer Identification Number)

c/o The Law Office of Lewis M. Klee
50 Broad Street, Suite 437
New York, New York 10004
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (212) 681 8400

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 such filing requirements for the past 90 days.

Yes...X... No....

PART I

Item 1. Financial Statements

Attached.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Liquidity and Sources of Capital

As of September 30, 1996 the Registrant had current assets of $0.00 as compared to $89,243 as of March 31, 1996 and $70,558 as of December 31 1995. The registrant had total assets of $3,000,000 as of June 30, 1996. To provide funds for future development the Company intends to commence a $200,000 private placement during the quarter commencing October 1, 1996 once the company considers market conditions to be favourable. The Company has no present commitments for such funding and there can be no assurance that such funding can be raised.

Results of Operations

On June 30, 1996, the Company acquired a license from Interactive Media Europe Ltd to exploit certain of that companies Internet related technologies. This license was acquired by the Company in exchange for 3,000,000 shares of its authorised but unissued shares of common stock. The issuance of the shares was contingent upon the satisfactory completion of the Company's due diligence process.

As a result of this due diligence process the Company has decided not to proceed with the licence as originally formulated and thus the shares were never issued.

The Company does not expect to realise significant revenues in the immediate future from these activities.

PART II

Item 1. Legal Proceedings

Neither the Registrant nor its subsidiaries were subject to any legal proceedings during the reporting period.

Item 2 Change in Securities.

Not Applicable

Item 3 Defaults Upon Senior Securities

Not Applicable

Item 4 Submission of matters to a Vote of Security Holders

None

Item 5 Other Information

None

Item 6 Exhibits and Reports on Form 8-K

Reports on Form 8-K
None filed this quarter.

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 thereto duly authorised.

Dated this ___15th _____ day of November, 1996

Internet Holdings, Inc.
(the Registrant)

By: /s/ Christopher J. Wilkes

Christopher J. Wilkes
President

INTERNET HOLDINGS, INC.
(FORMERLY CHINA BIOMEDICAL GROUP, INC.)

BALANCE SHEETS

	September 30, 1996	December 31, 1995
ASSETS	(Unaudited)	(Note 1)
CURRENT ASSETS:		
Cash	$ -	$ 1,489
Net assets of discontinued operations	-	8,842,881
	$ -	$ 8,844,370
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES:		
Loans payable	$ -	$ 70,000
Accrued expenses	100,316	75,145
Total current liabilities	100,316	145,145
STOCKHOLDERS' DEFICIT:		
Common stock, $.001 par value, 50,000,000 shares authorized, 1,688,069 and 1,112,069 shares issued and outstanding, respectively	1,688	1,112
Additional paid-in capital	4,909,386	13,292,503
Accumulated deficit	(5,011,390)	(4,594,390)
Total stockholders' deficit	(100,316)	8,699,225
	$ -	$ 8,844,370

See notes to financial statements.

INTERNET HOLDINGS, INC.
(FORMERLY CHINA BIOMEDICAL GROUP, INC.)

STATEMENTS OF OPERATIONS
(UNAUDITED)

	Three months ended September 30,		Nine months ended September 30,	
	1996	1995	1996	1995
NET SALES AND REVENUES	$ -	$ -	$ -	$ -
SELLING, OPERATING AND ADMINISTRATIVE EXPENSES	18,000	-	171,710	-
Loss from continuing operations	(18,000)	-	(171,710)	-
LOSS FROM OPERATIONS OF DISCONTINUED SUBSIDIARY	-	(395,078)	(245,290)	(1,452,016)
Net loss	$ (18,000)	$ (395,078)	$ (417,000)	$ (1,452,016)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	1,688,069	904,008	1,199,192	716,553
Loss from continuing operations per share	$ (0.01)	$ -	$ (0.14)	$ -
Net loss per share	$ (0.01)	$ (0.44)	$ (0.35)	$ (2.03)

See notes to financial statements.

INTERNET HOLDINGS, INC.
(FORMERLY CHINA BIOMEDICAL GROUP, INC.)

STATEMENTS OF CASH FLOWS
(UNAUDITED)

	Nine Months Ended September 30,	
	1996	1995
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	$ (417,000)	$ (1,452,016)
Adjustments to reconcile net loss to net cash used by operating activities:		
Decrease in accounts receivable	-	6,910
Increase in accrued expenses	25,171	797
Decrease in bank overdraft	-	(7,707)
Net cash used by operating activities	(391,829)	(1,452,016)
CASH FLOWS FROM INVESTING ACTIVITIES:		
(Increase) decrease in net assets of discontinued operations	8,842,881	(8,161,169)
Net cash provided (used) by investing activities	8,842,881	(8,161,169)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Increase in common stock and additional paid-in capital	533,050	9,613,185
Decrease in common stock and additional paid-in capital	(8,915,591)	-
Decrease in loans payable	(70,000)	-
Net cash provided (used) by financing activities	(8,452,541)	9,613,185
NET DECREASE IN CASH	(1,489)	-
CASH, BEGINNING OF PERIOD	1,489	-
CASH, END OF PERIOD	$ -	$ -

See notes to financial statements.

INTERNET HOLDINGS, INC.
(FORMERLY CHINA BIOMEDICAL GROUP, INC.)

NOTES TO FINANCIAL STATEMENTS
(UNAUDITED)

(1) Basis of presentation

The accompanying unaudited financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-Q and Article 10 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. The balance sheet at December 31, 1995 has been derived from the audited financial statements at that date. In the opinion of management, all adjustments (consisting of normal recurring adjustments and certain adjustments discussed in Note (2)) considered necessary for a fair presentation have been included. Operating results for the three-month and nine-month periods ended September 30, 1996 are not necessarily indicative of the results that may be expected for the year ended December 31, 1996. For further information, refer to the consolidated financial statements and footnotes thereto for the year ended December 31, 1995.

(2) Discontinued operations

On April 22, 1996, China Biomedical Group, Inc. (the "Company") entered into an agreement to sell its wholly-owned operating subsidiary, CB Marketing and Investment Ltd. (the "Subsidiary") to its former owners on the basis of one share of the Subsidiary for one share of the Company. Accordingly, the assets and liabilities of the Subsidiary as of December 31, 1995 have been restated as net assets of discontinued operations, and the operating results for the Subsidiary have been reflected as loss from operations of discontinued subsidiary for all periods presented.

(3) Intangible assets

Effective June 30, 1996, the Company agreed to issue 3 million shares of $.001 par value common stock in connection with the acquisition of certain media related licenses which had been valued at $3,000,000. The issue of the shares was contingent upon the satisfactory completion of the Company's due diligence process. As a result of the due diligence process, the Company decided not to proceed with the licenses as originally formulated. In connection therewith, the 3 million shares of $.001 par value common stock were returned to the Company.

(4) Change of name

Effective June 30, 1996, the Company changed its name to Internet Holdings, Inc.

ARTICLE 5

CIK: 0001001601

NAME: INTERNET HOLDINGS INC

CURRENCY: US

PERIOD TYPE	9 MOS
FISCAL YEAR END	DEC 31 1996
PERIOD START	JUL 31 1996
PERIOD END	SEP 30 1996
EXCHANGE RATE	1
CASH	0
SECURITIES	0
RECEIVABLES	0
ALLOWANCES	0
INVENTORY	0
CURRENT ASSETS	0
PP&E	0
DEPRECIATION	0
TOTAL ASSETS	0
CURRENT LIABILITIES	100,316
BONDS	0
PREFERRED MANDATORY	0
PREFERRED	0
COMMON	1,688
OTHER SE	(102,004)
TOTAL LIABILITY AND EQUITY	0
SALES	0
TOTAL REVENUES	0
CGS	0
TOTAL COSTS	0
OTHER EXPENSES	18,000
LOSS PROVISION	0
INTEREST EXPENSE	0
INCOME PRETAX	(18,000)
INCOME TAX	0
INCOME CONTINUING	(18,000)
DISCONTINUED	0
EXTRAORDINARY	0
CHANGES	0
NET INCOME	(18,000)
EPS PRIMARY	(.01)
EPS DILUTED	0

End of Filing

Powered By EDGAR Online

© 2005 | EDGAR Online, Inc.