

Edgar Filing: MEDCOM USA INC - Form 10QSB

MEDCOM USA INC  
Form 10QSB  
May 13, 2005

=====

U.S. Securities and Exchange Commission  
Washington, D.C. 20549

\_\_\_\_\_  
FORM 10-QSB  
\_\_\_\_\_

(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, 2005.

Transition Report Pursuant to Section 13 or 15(d)  
of the Securities Exchange Act

For the transition period from N/A to N/A

\_\_\_\_\_  
Commission File No. 0-25474  
\_\_\_\_\_

MEDCOM USA, INCORPORATED  
(Name of small business issuer as specified in its charter)

DELAWARE  
State of Incorporation

65-0287558  
IRS Employer Identification No.

7975 NORTH HAYDEN ROAD, SUITE D-333  
SCOTTSDALE, AZ 85258  
(Address of principal executive offices)

(480) 675-8865  
(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  
--- ---

The number of shares of the issuer's common equity outstanding as of May 2,  
2005 was 54,031,693 shares of common stock.

Transitional Small Business Disclosure Format (check one):

Yes No   
--- ---

# Edgar Filing: MEDCOM USA INC - Form 10QSB

MEDCOM USA, INC.  
INDEX TO FORM 10-QSB FILING  
FOR THE INTERIM PERIODS ENDED MARCH 31, 2005.

## TABLE OF CONTENTS

PART I		
FINANCIAL INFORMATION		PAGE
Item 1. Financial Statements		
Consolidated Balance Sheet		
As of March 31, 2005		3
Consolidated Statements of Operations		
For the Three and Nine Months Ended March 31, 2005		
and 2004		4
Consolidated Statements of Cash Flows		
For the Nine Months Ended March 31, 2005		
and 2004		5
Notes to the Financial Statements		6 - 9
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations		10 - 15

## PART II

### OTHER INFORMATION

Item 1. Legal Proceedings	15
Item 3. Control and Procedures.	15
Item 6. Exhibits and Reports on Form 8-K	15

### CERTIFICATIONS

Exhibit 31 - Management Certification	16
Exhibit 32 - Sarbanes-Oxley Act	17

2

## PART I - FINANCIAL INFORMATION

### ITEM 1 - FINANCIAL STATEMENTS

MEDCOM USA, INC.  
CONSOLIDATED BALANCE SHEET (UNAUDITED)  
AS OF MARCH 31, 2005

#### ASSETS

##### CURRENT ASSETS

Cash	\$	117,925
Accounts receivable, net of allowance of \$85,283		409,661
Inventories		274,607

## Edgar Filing: MEDCOM USA INC - Form 10QSB

Prepaid expenses and other current assets	30,236
	-----
Total current assets	832,429
	-----
PROCESSING TERMINALS, net of accum. deprec. \$3,126,439	3,798,128
PROPERTY AND EQUIPMENT, net of accum. deprec. \$1,438,017	571,165
GOODWILL	436,423
OTHER ASSETS	161,657
	-----
TOTAL ASSETS	\$ 5,799,802
	=====
 LIABILITIES AND STOCKHOLDERS' EQUITY:	
CURRENT LIABILITIES:	
Accounts payable	\$ 604,150
Accrued expenses and other liabilities	646,565
Dividend payable	23,750
Notes payable - current	109,437
Deferred revenue - current portion	1,311,332
Reserve for sales returns	40,270
Capital lease obligations - current portion	1,604,934
Note payable - affiliate	166,285
	-----
Total current liabilities	4,506,723
	-----
CAPITAL LEASE OBLIGATIONS - long-term portion	2,762,023
DEFERRED REVENUE	2,016,096
	-----
Total liabilities	9,284,842
	-----
STOCKHOLDERS' DEFICIT:	
Convertible preferred stock, Series A \$.001par value, 52,900 shares designated, 4,250 issued and outstanding	4
Convertible preferred stock, Series D \$.01par value, 50,000 shares designated, 2,850 issued and outstanding	29
Common stock, \$.0001 par value, 80,000,000 shares authorized, issued and 53,304,843 outstanding	141,482
Treasury stock	(37,397)
Paid in capital	74,931,851
Accumulated deficit	(78,521,009)
	-----
Total stockholders' deficit	(3,485,040)
	-----
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$ 5,799,802
	=====