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HOSTING SITE NETWORK INC  
Form 10QSB  
August 14, 2003

UNITED STATES 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 June 30, 2003

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 33-73004

HOSTING SITE NETWORK INC.

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

Delaware

13-4122844

-----  
(State or other jurisdiction of  
incorporation or organization)

-----  
(I.R.S. Employer  
Identification No.)

32 Poplar Place  
Fanwood, New Jersey

07023

-----  
(Address of principal executive offices)

-----  
(Zip Code)

(973) 652-6333

-----  
(Registrant's telephone number, including area code)

Check whether the issuer (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 months, and (2) has been subject to such filing requirements for the past 90 days. Yes  No  | |

As of August 11, 2003, there were 7,273,500 shares of the issuer's common stock, par value \$0.001, issued and outstanding.

Transitional Small Business Disclosure Format (check one): Yes  | | No  | |

HOSTING SITE NETWORK INC.  
JUNE 30, 2003 QUARTERLY REPORT ON FORM 10-QSB  
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SPECIAL NOTE REGARDING FORWARD-LOOKING STATEMENTS

To the extent that the information presented in this Quarterly Report on Form 10-QSB for the quarter ended June 30, 2003 discusses financial projections, information or expectations about our products or markets, or otherwise makes statements about future events, such statements are forwardlooking. We are making these forward-looking statements in reliance on the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Although we believe that the expectations reflected in these forward-looking statements are based on reasonable assumptions, there are a number of risks and uncertainties that could cause actual results to differ materially from such forward-looking statements. These risks and uncertainties are described, among other places in this Quarterly Report, in "Plan of Operation".

In addition, we disclaim any obligations to update any forward-looking statements to reflect events or circumstances after the date of this Quarterly Report. When considering such forwardlooking statements, you should keep in mind the risks referenced above and the other cautionary statements in this Quarterly Report.

PART 1 - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

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 Consolidated Statements of Cash Flows for the nine months ended June 30, 2003 and 2002 and for the period from May 31, 2000

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Hosting Site Network, Inc. and Subsidiary  
 (A Development Stage Company)  
 Consolidated Balance Sheet  
 June 30, 2003

Assets	
Cash	\$ 414,601
Computers and equipment , net of accumulated depreciation of \$9,918	18,418 -----
	\$ 433,019 =====
Liabilities and Shareholders' Equity	
Accounts payable and accrued liabilities	\$ 3,847 -----
Shareholders' equity:	
Preferred stock, \$.0001 Par value, 5,000,000 shares authorized; none outstanding	-
Common stock, \$.001 par value; 100,000,000 shares authorized; 7,273,500 shares issued and outstanding	7,273
Additional paid in capital	758,259
Deferred stock based compensation	(61,505)
Accumulated Deficit	(274,855) -----
Total Shareholders' equity:	429,172 -----
	\$ 433,019 =====

See Notes to Consolidated Financial Statements

Hosting Site Network, Inc. and Subsidiary  
 (A Development Stage Company)  
 Consolidated Statements of Operations

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	Three Months Ended June 30, 2003 ----- (Unaudited)	2002 ----- (Unaudited)	Nine Months Ended June 30, 2003 ----- (Unaudited)	2002 ----- (Unaudited)
General and administrative expenses	\$ 26,544	\$ 23,551	\$ 105,248	\$ 90,78
Interest income	630 -----	53 -----	5,152 -----	17 -----
Net loss	\$ (25,914) =====	\$ (23,498) =====	\$ (100,096) =====	\$ (90,605) =====
Basic loss per share	\$ * =====	\$ (0.01) =====	\$ (0.01) =====	\$ (0.02) =====
Basic weighted average shares outstanding	7,273,500 =====	3,023,500 =====	7,273,500 =====	3,023,500 =====

\* - Amount is less than \$0.01

See Notes to Consolidated Financial Statements.

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Hosting Site Network, Inc. and Subsidiary  
(A Development Stage Company)  
Consolidated Statements of Cash Flows

Nine Months Ended June 30, -----	
2003 ----- (Unaudited)	2002 ----- (Unaudited)

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Cash flows from operating activities:			
Net loss	\$	(100,096)	\$ (90,605)
Adjustments to reconcile net loss			
to cash used in operating activities:			
Depreciation		4,251	4,250
Stock based compensation		30,882	30,612
Common stock issued for services		-	-
Changes in assets and liabilities:			
Accounts payable and accrued liabilities		(5,316)	17,282
		-----	-----
Cash used in operating activities		(70,279)	(38,461)
		-----	-----
Cash flows from investing activities:			
Advance of loan receivable		-	-
Repayment of loan and interest receivable		203,333	-
Investment in computers and equipment		-	-
		-----	-----
Cash provided by (used in) investing activities		203,333	-
		-----	-----
Cash flows from financing activities:			
Proceeds of private placement		-	-
Proceeds from note payable		-	-
Repayment of note payable		-	25,000
		-----	-----
Cash provided by (used in) financing activities		-	25,000
		-----	-----
Increase (decrease) in cash		133,054	(13,461)
Cash, beginning of period		281,547	35,045
		-----	-----
Cash, end of period	\$	414,601	\$ 21,584
		=====	=====

See Notes to Consolidated Financial Statements.

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HOSTING SITE NETWORK, INC. AND SUBSIDIARY  
(A Developmental Stage Company)  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2003

NOTE 1 - NATURE OF BUSINESS

Hosting Site Network, Inc. (the "Company") (a developmental stage company) was incorporated in the State of Delaware on May 31, 2000 and its wholly owned subsidiary HSN, Inc. ("HSN") was incorporated in the State of New Jersey on August 21, 2002. The Company and HSN are inactive and are searching for new business opportunities.

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### NOTE 2 - BASIS OF PRESENTATION AND CONSOLIDATION

The accompanying unaudited consolidated financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-QSB. 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 (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the three and nine months ended June 30, 2003 are not necessarily indicative of the results that may be expected for the fiscal year ending September 30, 2003. For further information, refer to the financial statements and footnotes thereto included in the Company's Annual Report on Form 10-KSB for the fiscal year ended September 30, 2002.

The consolidated financial statements include the accounts of Hosting Site Network, Inc. and its wholly owned subsidiaries, CreativeSites.com, Inc. (for the period from September 14, 2000 through April 30, 2001) and HSN, Inc. (for the period from August 21, 2001 through March 31, 2003). All material inter-company accounts and transactions have been eliminated in consolidation.

### NOTE 3 - RECENT ACCOUNTING PRONUCEMENTS

- In December 2002, the Financial Accounting Standards Board, "FASB" issued Statement of Financial Accounting Standards, ("SFAS") No. 148, "Accounting for Stock-Based Compensation -Transition and Disclosure - an amendment of FASB Statement No. 123." SFAS No. 148 amends SFAS No. 123, "Accounting for Stock-Based Compensation," to provide alternative methods of transition for a voluntary change to the fair value based method of accounting for stock-based employee compensation. In addition, SFAS No. 148 amends the disclosure requirements of SFAS No. 123 to require prominent disclosures in both annual and interim financial statements about the method of accounting for stock-based employee compensation and the effect of the method used on reported results. The disclosure requirements apply to all companies for fiscal years ending after December 15, 2002. The adoption of SFAS No. 148 is not expected to have a material impact on the Company's consolidated financial statements.
  
- In April 2003, the FASB issued SFAS No. 149 ("SFAS 149"), "Amendment of Statement 133 on Derivative Instruments and Hedging Activities." This statement amends SFAS 133 to provide clarification on the financial accounting and reporting of derivative instruments and hedging activities and requires contracts with similar characteristics to be accounted for on a comparable basis. The Company is in the process of assessing the effect of SFAS 149 and does not expect the adoption of the statement, which will be effective for contracts entered into or modified after June 30, 2003, to have a material effect on its financial position or results of operations.
  
- In May 2003, the FASB issued SFAS No. 150 ("SFAS 150"), "Accounting for Certain Financial Instruments with Characteristics of both Liabilities and Equity." SFAS 150 establishes standards on the classification and measurement of financial instruments with characteristics of both liabilities and equity. SFAS 150 will become effective for financial instruments entered into or modified after May 31, 2003. The adoption of

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SFAS 150 has not had a material effect on the Company's financial position or results of operations.

Management does not believe that recently issued, but not yet effective accounting pronouncements if currently adopted would have a material effect on the accompanying financial statements.

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### ITEM 2. PLAN OF OPERATION

We were incorporated on May 31, 2000 to provide businesses with a variety of Internet services including web hosting, web consulting and electronic mail services. Given the current Internet business environment, we have not commenced material business operations, have not had any operating revenues, and have concluded that our business model is not presently valid. Although we may determine to engage in our intended Internet operations at a later date, we have decided to look at other ventures of merit for corporate participation as a means of enhancing shareholder value. This may involve sales of our equity or debt securities in merger or acquisition transactions.

We have minimal operating costs and expenses at the present time due to our limited business activities. Accordingly, absent changed circumstances, we will not be required to raise additional capital over the next twelve months, although we may do so in connection with or in anticipation of possible acquisition transactions. We do not currently engage in any product research and development and have no plans to do so in the foreseeable future. We have no present plans to purchase or sell any plant or significant equipment. We also have no present plans to add employees although we may do so in the future if we engage in any merger or acquisition transactions.

### ITEM 3. CONTROLS AND PROCEDURES

Our principal executive officer and principal financial officer evaluated the effectiveness of our disclosure controls and procedures as of a date within 90 days prior to the filing of this report. Based on this evaluation, our principal executive officer and principal financial officer have concluded that our controls and procedures are effective in providing reasonable assurance that the information required to be disclosed in this report is accurate and complete and has been recorded, processed, summarized and reported within the time period required for the filing of this report. Subsequent to the date of this evaluation, there have not been any significant changes in our internal controls or, to our knowledge, in other factors that could significantly affect our internal controls.

Consistent with Section 10A(i)(2) of the Securities Exchange Act of 1934, as added by Section 202 of the Sarbanes-Oxley Act of 2002, we are responsible for listing the non-audit services approved by our Board of Directors to be performed by Rogoff & Company, P.C., our external auditor. Nonaudit services are defined as services other than those provided in connection with an audit or a review of our financial statements. Our Board of Directors currently has not approved the engagement of Rogoff & Company, P.C. to perform any non-audit services in 2003, except for income tax preparation.

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PART II - OTHER INFORMATION

ITEM 2. CHANGES IN SECURITIES AND USE OF PROCEEDS

No equity securities were sold by us during the period covered by this Report.

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits.

99.1 Certificate of Chief Executive and Financial Officer.

(b) Reports on Form 8-K.

None.

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SIGNATURES

In accordance with Section 13 or 15(d) of the Exchange Act, the Registrant caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

HOSTING SITE NETWORK INC.

Dated: August 12, 2003

By: /s/ Scott Vicari

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Scott Vicari  
President, Chief Executive and  
Accounting Officer

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CERTIFICATIONS

I, Scott Vicari, certify that:

1. I have reviewed this quarterly report on Form 10-QSB of Hosting Site Network, Inc.



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2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;

3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;

4. I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15) for the registrant and have;

(a) Designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this quarterly report is being prepared;

(b) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(c) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the period covered by the Quarterly Report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. I have disclosed, based on my most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: August 12, 2003

/s/ Scott Vicari

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Scott Vicari  
Principal Executive and Financial Officer