

Edgar Filing: ATSI COMMUNICATIONS INC/DE - Form 10QSB/A

ATSI COMMUNICATIONS INC/DE
Form 10QSB/A
March 02, 2004

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-QA/2

(MARK ONE)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the quarterly period ended January 31, 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 1-15687

ATSI COMMUNICATIONS, INC.
(EXACT NAME OF REGISTRANT AS SPECIFIED IN ITS CHARTER)

DELAWARE
(STATE OR OTHER JURISDICTION
OF INCORPORATION OR ORGANIZATION)

74-2849995
(IRS EMPLOYER
IDENTIFICATION NO.)

8600 WURZBACH ROAD, SUITE 700W
SAN ANTONIO, TEXAS
(ADDRESS OF PRINCIPAL EXECUTIVE OFFICES)

78240
(ZIP CODE)

(210) 614-7240
(REGISTRANT'S TELEPHONE
NUMBER, INCLUDING AREA
CODE)

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 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
--- ---

Indicate by check mark whether the registrant is an accelerated filer (as
defined in Rule 12b-2 of the Exchange Act) Yes No X
--- ---

THE NUMBER OF SHARES OUTSTANDING OF THE REGISTRANT'S COMMON STOCK AT DECEMBER
31, 2003 WAS 103,638,690

=====

ATSI COMMUNICATIONS, INC.
AND SUBSIDIARIES

Edgar Filing: ATSI COMMUNICATIONS INC/DE - Form 10QSB/A

QUARTERLY REPORT ON FORM 10-QA
FOR THE QUARTER ENDED JANUARY 31, 2003

INDEX

PART I. FINANCIAL INFORMATION	Page ----
Item 1. Financial Statements (Unaudited)	
Consolidated Balance Sheets as of July 31, 2002 and January 31, 20033
Consolidated Statements of Operations for the Three and Six Months Ended January 31, 2002 and 20034
Consolidated Statements of Comprehensive Loss for the Three and Six Months Ended January 31, 2002 and 20035
Consolidated Statements of Cash Flows for the Six Months Ended January 31, 2002 and 2003.6
Notes to Consolidated Financial Statements7
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	15
Item 3. Quantitative and Qualitative Disclosures About Market Risk.	23
Item 4. Controls and procedures	24
PART II. OTHER INFORMATION.	25
Item 1. Legal Proceedings	25
Item 6. Exhibits and Reports on Form 8-K.	25

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

ATSI COMMUNICATIONS, INC.
AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(in thousands except share information)

ASSETS

CURRENT ASSETS:

Cash

Accounts receivable, net of allowance of \$198 and \$53, respectively

Inventory

July 3
2002

\$
1,0

Edgar Filing: ATSI COMMUNICATIONS INC/DE - Form 10QSB/A

Prepaid & Other current assets		6

Total current assets		1,8

PROPERTY AND EQUIPMENT		19,9
Less - Accumulated depreciation and amortization		(14,7

Net property and equipment		5,1

OTHER ASSETS, net		
Goodwill, net		1,3
Concession License, net		2,0
Other		1

Total assets		\$ 10,4
		=====
LIABILITIES AND STOCKHOLDERS' DEFICIT		

CURRENT LIABILITIES:		
Accounts payable		7,5
Accrued liabilities		2,6
Note payable		1,4
Current portion of obligations under capital leases		3,2
Deferred revenue		1

Total current liabilities		14,9

LONG-TERM LIABILITIES:		
Obligations under capital leases, less current portion		
Advance Payables		2
Other		

Total long-term liabilities		4

COMMITMENTS AND CONTINGENCIES		
REDEEMABLE PREFERRED STOCK:		
Series D Cumulative Preferred Stock, 3000 shares authorized, 742 shares issued and outstanding.		7
Series E Cumulative Preferred Stock, 10,000 shares authorized, 1,455 shares issued and outstanding.		1,4

STOCKHOLDERS' DEFICIT:		
Preferred Stock, \$0.001 par value, 10,000,000 shares authorized,		
Series A Cumulative Convertible Preferred Stock, 50,000 shares authorized, 4,370 shares issued and outstanding.		
Series F Cumulative Convertible Preferred Stock, 10,000 shares authorized, 8,510 shares issued and outstanding.		
Series G Cumulative Convertible Preferred Stock, 42,000 shares authorized, 6,500 shares issued and outstanding.		
Common stock, \$0.001, 200,000,000 shares authorized, 94,790,855 and 103,638,690 issued and outstanding, respectively.		
Additional paid in capital		59,8
Accumulated deficit		(67,4
Warrants Outstanding		1,0
Other Comprehensive Loss		(6

Edgar Filing: ATSI COMMUNICATIONS INC/DE - Form 10QSB/A

Total stockholders' deficit

(7,1

Total liabilities and stockholders' deficit

\$ 10,4
=====