ATLANTIC WINE AGENCIES INC Form 10-Q August 19, 2008

### FORM 10-Q

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

For the quarterly period ended June 30, 2008

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 333-63432

Atlantic Wine Agencies, Inc. (Exact name of registrant as specified in its charter)

Florida (State or other jurisdiction of Identification No.)

65-1102237

(I.R.S. Employer or organization)

Mount Rosier Estate (Pty) Ltd. Farm 25 A-Sir Lowry's Pass Village Somerset West, 7129, South Africa

(Address of principal executive offices) (Zip Code)

011.27.218.581130

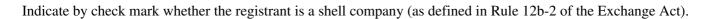
(Registrant's telephone number, including area code)

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.

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company.

Large Accelerated Filer \_\_\_ Accelerated Filer \_\_\_ Smaller Reporting Company --X



Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date (August 19, 2008) 5,720,953

#### PART I - FINANCIAL INFORMATION

#### SPECIAL NOTICE REGARDING FORWARD-LOOKING STATEMENTS

We are including the following cautionary statement in this Form 10-Q to make applicable and take advantage of the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995 for any forward-looking statement made by, or on behalf of ,us. This 10-Q, press releases issued by us, and certain information provided periodically in writing and orally by our designated officers and agents contain statements which constitute forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. The words "expect", "believe", "goal", "plan", "intend", "estimate", and similar expressions and variathereof used are intended to specifically identify forward-looking statements. Where any such forward-looking statement includes a statement of the assumptions or basis underlying such forward-looking statement, we caution that assumed facts or basis almost always vary from actual results, and the differences between assumed facts or basis and actual results can be material, depending on the circumstances. Where, in any forward-looking statement, we, or our management, expresses an expectation or belief as to future results, such expectation or belief is expressed in good faith and believed to have a reasonable basis, but there can be no assurance that the statement of expectation or belief will result or be achieved or accomplished

### Item 1. Financial Statements

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# ATLANTIC WINE AGENCIES, INC. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS

### Assets

June 3		·	
	2008 (Unaudited)	(Audited)	
Current Assets:	(Charactea)	(11001000)	
Cash		\$ 448	
Accounts receivable	\$ 181,529	71,948	
Inventory	213,064	169,832	
Prepaid expenses	127	124	
Total Current Assets	394,720	242,352	
Property and equipment, net of accumulated depreciation			
of \$300,788 and \$262,002, respectively	1,727,786	2,229,649	
Other Assets			
Trademark	1,182	1,148	
Total Assets	\$ 2,123,688	\$ 2,473,149	
Liabilities and Stockholders' Equity			
Current Liabilities:			
Bank overdraft	\$ 958,787	\$ 887,037	
Loans from Sapphire Development Limited		345,940	
Accounts payable	174,725	126,049	
Accrued expenses	253,047	255,840	
Loan payable to principal officer	470,152	423,888	
Advance payment on sale of land	62.565	148,260	
Deferred revenue	63,565	68,411	
Total Liabilities	1,920,276	2,255,425	
Stockholders' Equity:			
Common stock authorized 150,000,000			
shares; \$0.00001 par value; issued and			
outstanding 4,520,953 shares at June 30 and March 31, 2008,			
respectively	1,135	1,135	
Paid-in capital	8,363,268	8,363,268	
Accumulated deficit	(8,805,979)		
Accumulated other comprehensive income	644,988	364,610	
Total Stockholders' Equity	203,412	217,724	
	\$ 2,123,688	\$ 2,473,149	

See accompanying notes to financial statements.

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# ATLANTIC WINE AGENCIES, INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF OPERATIONS

	For the Three Months Ended June 30,			
		2008		2007
Net Sales	\$	72,206	\$	46,020
Costs and Expenses				
Cost of sales		17,952		20,330
Selling, general and administrative		266,950		157,328
Depreciation and amortization		31,595		32,172
Total Costs and Expenses		316,497		209,830
Net Operating loss		(244,291)		(163,810)