

Don Marcos Trading CO
Form 10-Q
May 14, 2010
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

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

For the quarterly period ended March 31, 2010

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

Commission File Number: 000-52692

DON MARCOS TRADING CO.
(Exact name of registrant as specified in its charter)

Florida 65-0921319
(State or (IRS
other Employer
jurisdiction of
incorporation Identification
or No.)
organization)

1535 Southeast 17th Street, Suite 107, Ft. Lauderdale, FL 33316
(Address of principal executive offices)

(954) 356-8111
(Registrant's telephone number)

N/A
(Former name, former address and former fiscal year, if changed since last report)

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 No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer
Non-accelerated filer Smaller reporting company
(Do not check if a smaller reporting company)

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of May 12, 2010, the number of shares of common stock outstanding was 48,300,000.

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

DON MARCOS TRADING CO.

(A DEVELOPMENT STAGE COMPANY)

CONDENSED BALANCE SHEETS

MARCH 31, 2010 AND DECEMBER 31, 2009

	Unaudited March 31, 2010	Audited December 31, 2009
ASSETS		
CURRENT ASSETS		
Cash	\$543	\$469
Accounts receivable	104	96
Inventory	8,822	8,838
TOTAL CURRENT ASSETS	\$9,469	\$9,403
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$27,325	\$21,569
STOCKHOLDERS' DEFICIT		
Preferred stock, no stated value		
Authorized - 10,000,000 shares		
Issued and outstanding -0- shares	-	-
Common stock, no par value		
Authorized - 100,000,000 shares		
Issued and outstanding - 48,300,000 shares	243,454	243,454
Deficit accumulated during the development stage	(261,310)	(255,620)
TOTAL STOCKHOLDERS' DEFICIT	(17,856)	(12,166)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$9,469	\$9,403

The accompanying notes are an integral part of these financial statements.

DON MARCOS TRADING CO.
 (A DEVELOPMENT STAGE COMPANY)
 CONDENSED STATEMENTS OF OPERATIONS
 FOR THE THREE MONTHS ENDED MARCH 31, 2010 AND 2009
 AND FOR THE PERIOD FROM MAY 11, 1999 (INCEPTION) TO MARCH 31, 2010

	2010	2009	May 11, 1999 (Inception) To March 31, 2010
REVENUES	\$296	\$384	\$1,928
OPERATING EXPENSES	5,986	1,827	263,238
NET (LOSS)	\$(5,690)	\$(1,443)	\$(261,310)
NET (LOSS) PER SHARE			
Basic and diluted	\$ (.00)	\$ (.00)	
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING			
Basic and diluted	48,300,000	44,300,000	

The accompanying notes are an integral part of these financial statements

DON MARCOS TRADING CO.
(A DEVELOPMENT STAGE COMPANY)
CONDENSED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2010 AND 2009
AND FOR THE PERIOD FROM MAY 11, 1999 (INCEPTION) TO MARCH 31, 2010

	2010	2009	May 11, 1999 (Inception) To March 31, 2010
CASH FLOWS FROM			
OPERATING ACTIVITIES:			
Net (loss)	\$ (5,690)	\$ (1,443)	\$ (261,310)
Adjustments to reconcile net (loss) to net cash provided (used) by operating activities:			
Common stock issued for services	-	-	3,635
Stock based compensation	-	-	45,474
Changes in operating assets and liabilities:			
Accounts receivable	(8)	(96)	(104)
Inventory	16	19	(8,822)
Accounts payable and accrued expenses	5,756	187	27,325
NET CASH PROVIDED (USED) BY			
OPERATING ACTIVITIES	74	(1,333)	(193,802)
CASH FLOWS FROM			
INVESTING ACTIVITIES			
	-	-	-
CASH FLOWS FROM			
FINANCING ACTIVITIES			
Issuance of common stock for cash	-	-	192,000
Cash contributed by stockholder	-	-	2,345
NET CASH PROVIDED BY			
FINANCING ACTIVITIES	-	-	194,345
NET INCREASE (DECREASE) IN CASH			
AND CASH EQUIVALENTS	74	(1,333)	543
CASH AND CASH EQUIVALENTS,			
BEGINNING OF YEAR	469	2,613	-
CASH AND CASH EQUIVALENTS,			
END OF YEAR	\$ 543	\$ 1,280	\$ 543

The accompanying notes are an integral part of these financial statements

DON MARCOS TRADING CO.

(A DEVELOPMENT STAGE COMPANY)
 CONDENSED STATEMENTS OF CASH FLOWS (CONTINUED)
 FOR THE THREE MONTHS ENDED MARCH 31, 2010 AND 2009
 AND FOR THE PERIOD FROM MAY 11, 1999 (INCEPTION) TO MARCH 31, 2010

	2010	2009	May 11, 1999 (Inception) To March 31, 2010
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION			
CASH PAID DURING THE YEAR FOR:			
Interest	\$-	\$-	\$-