

CHINA PRINTING, INC.
Form 10QSB
June 15, 2005

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

FORM 10-QSB

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 OF 1934

For the transition period from to

Commission File No. 000-27243

WORLDTEQ GROUP INTERNATIONAL, INC.
(Exact name of Registrant as specified in its charter)

Nevada
(State or other jurisdiction of
incorporation or organization)

03-7392107
(I.R.S. Employer
Identification Number)

30 West Gude Drive, Rockville, Maryland
(Address of principal executive offices)

20850
(Zip/Postal Code)

(301) 728-8774
(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 period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. x YES o NO

Edgar Filing: CHINA PRINTING, INC. - Form 10QSB

State the number of shares outstanding of each of the Issuer's classes of common equity, as of the latest practicable date. There were 40,706,190 common stock shares, par value \$0.001, as of June 3, 2005.

TABLE OF CONTENTS

PART I FINANCIAL INFORMATION

Item 1	<u>Financial Statements</u>	4
	<u>Consolidated Balance Sheet</u>	4
	<u>Consolidated Statements of Operations</u>	5
	<u>Consolidated Statements of Cash Flows</u>	6
	<u>Notes to Financial Statements</u>	7
Item 2	<u>Management's Discussion and Analysis</u>	7
Item 3	<u>Controls and Procedures</u>	7

PART II OTHER INFORMATION

Item 1	<u>Legal Proceedings</u>	11
Item 2	<u>Changes in Securities and Small Business Issuer Purchases of Equity Security</u>	11
Item 3	<u>Defaults Upon Senior Securities</u>	11
Item 4	<u>Submission of Matters to a Vote of Security Holders</u>	11
Item 5	<u>Other Information</u>	11
Item 6	<u>Exhibits and Reports on Form 8-K</u>	11
	<u>Signature</u>	12

Table of Contents

Note Regarding FORWARD-LOOKING STATEMENTS

In addition to historical information, this Report contains forward-looking statements. Such forward-looking statements are generally accompanied by words such as "intends," "projects," "strategies," "believes," "anticipates," "plans," and similar terms that convey the uncertainty of future events or outcomes. The forward-looking statements contained herein are subject to certain risks and uncertainties that could cause actual results to differ materially from those reflected in the forward-looking statements. Factors that might cause such a difference include, but are not limited to, those discussed in ITEM 2 of this Report, the section entitled MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION." Readers are cautioned not to place undue reliance on these OPERATION." Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's analysis only as of the date hereof and are in all cases subject to the Company's ability to cure its current liquidity problems. There is no assurance that the Company will be able to generate sufficient revenues from its current business activities to meet day-to-day operation liabilities or to pursue the business objectives discussed herein.

The forward-looking statements contained in this Report also may be impacted by future economic conditions. Any adverse effect on general economic conditions and consumer confidence may adversely affect the business of the Company.

WorldTeq Group International, Inc. undertakes no obligation to publicly revise these forward-looking statements to reflect events or circumstances that arise after the date hereof. Factors that could cause actual results or conditions to differ from those anticipated by these and other forward-looking statements include those more fully described in the "Risk Factors" section of the Company's Registration Statement filed with the Securities and Exchange Commission (the "SEC") on June 3, 2005 on Form 10KSB. In addition, readers should carefully review the risk factors described in other documents the Company files from time to time with the Securities and Exchange Commission.

Part I Financial Information

Item 1. Financial Statement

In the opinion of management, the accompanying unaudited financial statements included in this Form 10-QSB reflect all adjustments necessary for a fair presentation of the results of operations for the periods presented. The results of operations for the periods presented are not necessarily indicative of the

Table of Contents

ITEM 1. FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

WORLDTEQ GROUP INTERNATIONAL, INC. AND SUBSIDIARIES
 CONSOLIDATED BALANCE SHEET

March 31, 2005

(unaudited)

ASSETS

Current Assets:

Restricted Cash	\$	45,518
Accounts Receivable		14,093
Other Current Assets		
Total current assets		59,611

Equipment, net		7,071
----------------	--	-------

Customer base		35,417
---------------	--	--------

Total assets	\$	102,099
---------------------	-----------	----------------

LIABILITIES AND STOCKHOLDERS' DEFECIT

Current Liabilities

Convertible note payable to stockholder	\$	192,146
Convertible note payable		3,000
Accounts Payable		253,248
Accrued expenses		60,242
Total current liabilities		508,636

Commitments and contingencies

Stockholders' Deficit

Convertible preferred stock, \$.001 par value, 5,000,000 shares authorized, 911,553 shares issued and outstanding		911
Common stock, \$.001 par value, 100,000,000 shares authorized, 1,290,206 shares issued and outstanding		1,290
Paid in capital		22,635,788
Retained deficit		(23,044,526)
Total stockholders' deficit		(406,537)

Total liabilities and stockholders' deficit	\$	102,099
--	-----------	----------------

Table of Contents

WORLDTEQ GROUP INTERNATIONAL, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
March 31, 2005
(unaudited)

	Three Months Ended March 31			
	2005		2004	
Sales	\$	52,375	\$	117,540
Cost of Sales		11,332		82,691
Selling, general and administrative expenses		77,170		290,274
Depreciation		115		12,698
Amortization		3,125		11,458
Bad Debts		-		-
Income (loss) from operations		(39,367)		(279,581)
Interest Expense		0		2,888
Net income (loss)	\$	(39,367)	\$	(282,469)
Basic and diluted income (loss) per share:	\$	(0.09)	\$	(1.65)
Weighted Average Shares Outstanding		40,706,190		31,139,524

Table of Contents

WORLDTEQ GROUP INTERNATIONAL, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS CASH FLOWS
March 31, 2005
(unaudited)

	Three Months Ended March 31, 2005	
Cash Flows Used in Operating Activities	2005	2004
Net Income (Loss)	\$ (39,367)	\$ (282,469)