

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

ATSI COMMUNICATIONS INC/DE
Form 10-Q/A
January 02, 2004

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

FORM 10-QA

(MARK ONE)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the quarterly period ended October 31, 2002

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 No

--- ---

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

--- ---

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

=====

ATSI COMMUNICATIONS, INC.
AND SUBSIDIARIES

QUARTERLY REPORT ON FORM 10-QA
FOR THE QUARTER ENDED OCTOBER 31, 2002

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

INDEX

PART I. FINANCIAL INFORMATION	Page ----
Item 1. Financial Statements (Unaudited)	
Consolidated Balance Sheets as of July 31, 2002 and October 31, 2002	3
Consolidated Statements of Operations for the Three Months Ended October 31, 2001 and 2002.	4
Consolidated Statements of Comprehensive Loss for the Three Months Ended October 31, 2001 and 2002	5
Consolidated Statements of Cash Flows for the Three Months Ended October 31, 2001 and 2002.	6
Notes to Consolidated Financial Statements	7
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	15
Item 3. Quantitative and Qualitative Disclosures About Market Risk.	24
Item 4. Control and procedures.	25
PART II. OTHER INFORMATION.	25
Item 6. Exhibits and Reports on Form 8-K.	25

PART 1. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

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

	July 31,	October 20
	2002	(unau
ASSETS		

CURRENT ASSETS:		
Cash	\$ 27	\$
Accounts receivable, net of allowance of \$198 and \$159, respectively	1,082	
Inventory	59	
Prepaid & Other current assets	634	
	1,802	
Total current assets		
PROPERTY AND EQUIPMENT	19,901	

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

Less - Accumulated depreciation and amortization	(14,785)	
	5,116	
Net property and equipment	5,116	
OTHER ASSETS, net		
Goodwill, net	1,393	
Concession License, net	2,000	
Other	146	
	10,457	
Total assets	\$ 10,457	\$
LIABILITIES AND STOCKHOLDERS' DEFICIT		

CURRENT LIABILITIES:		
Accounts payable	7,523	
Accrued liabilities	2,657	
Note payable	1,473	
Current portion of obligations under capital leases	3,207	
Deferred revenue	111	
	14,971	
Total current liabilities	14,971	
LONG-TERM LIABILITIES:		
Obligations under capital leases, less current portion	67	
Advance payables	275	
Other	75	
	417	
Total long-term liabilities	417	
COMMITMENTS AND CONTINGENCIES		
	-	
REDEEMABLE PREFERRED STOCK:		
Series D Cumulative Preferred Stock, 3000 shares authorized, 742 shares issued and Outstanding.	765	
Series E Cumulative Preferred Stock, 10,000 shares authorized, 1,455 and 1,170 shares issued, respectively.	1,415	
STOCKHOLDERS' EQUITY (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 and 8,510 shares issued and outstanding, respectively.	-	
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 100,395,120 issued and outstanding, respectively.	95	
Additional Paid in Capital	59,891	
Accumulated deficit	(67,493)	
Warrants Outstanding	1,031	
Other Comprehensive Loss	(636)	
	(7,112)	
Total stockholders' deficit	(7,112)	
Total liabilities and stockholders' deficit	\$ 10,457	\$