

MACH ONE CORP
Form 10-Q
May 24, 2010

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

For the transition period from _____ to _____

Commission file number: 333-146744

MACH ONE CORPORATION
(Exact name of small business issuer as specified in its charter)

Nevada
(State or other jurisdiction of
Incorporation or organization)

88-0338837
(I.R.S. Employer Identification No.)

974 Silver Beach Road, Belgium, WI 53004
(Address of principal executive offices)

(888) 400-7179
(Issuer's telephone number)

6430 Congress Drive, West Bend, WI 53095
(Former name, former address and former fiscal year, if applicable)

Check whether the registrant (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act of 1934 during the past 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 has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). 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.

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Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

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 April 17, 2010, 375,919,689 shares of common stock were outstanding.

MACH ONE CORPORATION

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MACH ONE CORPORATION
CONSOLIDATED BALANCE SHEETS (unaudited)

| | March 31, 2010 | December 31, 2009 |
|--|---------------------|----------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash | \$ 25,432 | \$ 61,979 |
| Accounts receivable, net | 73,845 | 156,682 |
| Accounts receivable pledged as collateral | 105,155 | 95,309 |
| Marketable securities | - | 4,223 |
| Inventory | 38,686 | 140,828 |
| Current assets of discontinued operation | 86,806 | 428,172 |
| Other current assets | 475,096 | 480,956 |
| Total Current Assets | 805,020 | 1,368,149 |
| Property and equipment, net | 508,074 | 555,196 |
| Goodwill | 280,232 | 280,232 |
| Intangible assets, net | 1,013,533 | 1,034,533 |
| Other assets | 25,000 | 25,000 |
| TOTAL ASSETS | \$ 2,631,859 | \$ 3,263,110 |
| CURRENT LIABILITIES | | |
| Accounts payable | \$ 820,959 | \$ 991,540 |
| Accrued compensation | 611,981 | 487,508 |
| Accrued interest | 72,215 | 58,623 |
| Current liabilities of discontinued operation | 338,466 | 615,501 |
| Short-term notes payable and other debt | 1,122,618 | 969,438 |
| Deferred revenue | 23,725 | 23,725 |
| Current portion of long-term debt obligations | 156,912 | 33,183 |
| Total Current Liabilities | 3,146,876 | 3,179,518 |
| Long-term debt, net of current portion | 3,422,180 | 3,504,130 |
| STOCKHOLDERS' DEFICIT | | |
| Preferred stock, \$.05 par value, 10,500,000 shares authorized, 740,000 and 2,500,000 shares issued and outstanding at March 31, 2010 and December 31, 2009, respectively, liquidation preference of \$620,000 and \$1,500,000 at March 31, 2010 and December 31, 2009, respectively | 37,000 | 125,000 |
| Common stock, \$.001 par value, 500,000,000 shares authorized, 188,556,279 and 181,346,946 shares issued and outstanding at March 31, 2010 and December 31, 2009, respectively | 188,555 | 181,346 |
| Treasury stock | (297,175) | (327,175) |
| Additional paid-in capital | 11,682,456 | 11,248,980 |
| Accumulated deficit | (15,548,033) | (14,636,624) |

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| | | |
|--|---------------------|---------------------|
| Accumulated other comprehensive loss | - | (12,065) |
| Total Stockholders' Deficit | (3,937,197) | (3,420,538) |
| TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT | \$ 2,631,859 | \$ 3,263,110 |

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

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MACH ONE CORPORATION
 CONSOLIDATED STATEMENTS OF OPERATIONS (unaudited)

Three months ended March 31,
 2010 2009

| | | |
|------------|------------|------------|
| Sales, net | \$ 371,566 | \$ 327,513 |
|------------|------------|------------|
