

Edgar Filing: NIGHTHAWK SYSTEMS INC - Form 10QSB

NIGHTHAWK SYSTEMS INC  
Form 10QSB  
November 14, 2006

U.S. SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM 10-QSB

(Mark One)

QUARTERLY REPORT UNDER SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT  
OF 1934

For the quarterly period ended September 30, 2006

TRANSITION REPORT UNDER SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT  
OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 0-30786

NIGHTHAWK SYSTEMS, INC

-----  
(Exact name of small business issuer as specified in its charter)

Nevada

87-0627349

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(State or other jurisdiction  
of incorporation or organization)

(I.R.S Employer  
Identification No.)

10715 Gulfdale, Suite 200  
San Antonio, TX 78216

-----  
(Address of principal executive offices)

210 341-4811

-----  
(Issuer's telephone number)

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

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 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

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY  
PROCEEDINGS DURING THE PRECEDING FIVE YEARS

Check whether the registrant filed all documents and reports required to be  
filed by Section 12, 13 or 15(d) of the Exchange Act after the distribution of  
securities under a plan confirmed by a court. Yes  No

APPLICABLE ONLY TO CORPORATE ISSUERS

As of November 14, 2006 there were 77,066,699 shares of common stock, par value  
\$.001 per share, of the registrant issued and outstanding.  
Transitional Small Business Disclosure Format (Check one): Yes  No

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NIGHTHAWK SYSTEMS, INC.  
 CONDENSED CONSOLIDATED BALANCE SHEET  
 SEPTEMBER 30, 2006

ASSETS

Current assets:

Cash	\$	121,790
Accounts receivable, net of allowance for doubtful accounts of \$1,654		152,057
Inventories		104,625
Prepays		793,130

Total current assets 1,171,602

Furniture, fixtures and equipment, net		19,299
Intangible and other assets		24,200
	\$	1,215,101

LIABILITIES AND STOCKHOLDERS' DEFICIT

Current liabilities:

Accounts payable	\$	221,249
Accrued expenses		384,441
Line of credit		19,792
Notes payable:		
Related parties		12,716

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Other	338,601
	-----
Total current liabilities	976,799
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Long-term liabilities:	
Convertible debt	2,849,320
	-----
Commitments and contingencies	
Stockholders' deficit:	
Preferred stock, \$0.001 par value; 5,000,000 shares authorized; no shares issued and outstanding; liquidation preference	\$ -
Common stock; \$0.001 par value; 200,000,000 shares authorized; 74,480,015 issued and outstanding	74,480
Additional paid- in capital	7,919,493
Accumulated deficit	(10,604,991)
	-----
Total stockholders' deficit	(2,611,018)
	-----
	\$ 1,215,101
	=====