

FLOORING ZONE INC
Form 10QSB
November 19, 2007
UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 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 September 30, 2007

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 333-119234

THE FLOORING ZONE, INC.

(Exact name of registrant as specified in its charter)

Nevada

(State or other jurisdiction of
incorporation or organization)

20-0019425

(I.R.S. Employer
Identification No.)

3441 Cypress Mill Road, Suite 103

Brunswick, Georgia

(Address of principal executive offices)

31520

(Zip Code)

(912) 279-1642

(Registrant's telephone number, including area code)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the preceding 12 months (or for any 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

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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 November 15, 2007, the registrant had 19,569,750 shares of common stock, par value \$0.001, issued and outstanding.

Transitional small business disclosure format.

Yes No

THE FLOORING ZONE, INC.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Information

The Flooring Zone, Inc.

Condensed Consolidated Balance Sheet

September 30, 2007

(Unaudited)

Current assets:

Cash	\$	605
Inventory		45,758
Total current assets		46,363

Property & equipment, net 150,656

Other assets:

Intangible assets, net		4,144
Deposits		6,061
Total other assets		10,205

\$

TOTAL ASSETS

207,224

See accompanying notes to financial statements

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The Flooring Zone, Inc.

Condensed Consolidated Balance Sheet-[continued]

September 30, 2007

(Unaudited)

LIABILITIES AND STOCKHOLDERS' DEFICIT

Current liabilities:

Accounts payable	\$ 185,889
Bank overdraft	29,898
Line of credit-related party	944,710
Accrued liabilities	20,428
Current portion long-term debt	280,556
Total current liabilities	1,461,481

Long-term liabilities:

Note payable-related party	1,050,916
Long-term debt	437,748
Current portion long-term debt	(280,556)
Total long-term liabilities	1,208,108
Total liabilities	2,669,589

Stockholders' deficit:

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Preferred Stock, 10,000,000 shares authorized \$.001 par value

value: No shares issued and outstanding -

Common stock, 100,000,000 shares authorized \$.001 par

value; 19,569,750 shares issued and outstanding 19,570

Additional paid in capital 627,257

Accumulated deficit (3,109,192)

Total stockholders deficit (2,462,365)

TOTAL LIABILITIES AND STOCKHOLDERS DEFICIT \$ 207,224

See accompanying notes to financial statements

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The Flooring Zone, Inc.

Condensed Consolidated Statements of Operations

For the three month and nine month periods ended September 30, 2007 and 2006.

(Unaudited)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2007	2006	2007	2006
Revenues:				
Sales	\$ 294,688	\$ 616,391	\$ 742,780	\$ 1,761,514
Related Party Sales	11,289	22,760	210,925	273,215
Net revenues	305,977	639,151	953,705	2,034,729
Less cost of sales	191,099	417,403	605,789	1,521,498
Gross profit	114,878	221,748	347,916	513,231
General and administrative expenses	78,409	208,995	342,594	587,175
Loss on sale of asset	-	-	6,579	-
Net income (loss) from operations				