

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

Form 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES  
EXCHANGE ACT OF 1934

For the quarter ended June 30, 2001

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: 0-16075

CENTURY PACIFIC FINANCIAL CORPORATION  
(Exact name of Registrant as specified in charter)

Delaware  
(State or other jurisdiction of  
incorporation or organization)

86-0449546  
(I.R.S. Employer I.D. No.)

1422 N. 44th Street, Suite 211, Phoenix, AZ  
(Address of principal executive offices)

85008  
(Zip Code)

Issuer's telephone number, including area code: (602) 267-7007

Check whether the Issuer (1) has 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

State the number of shares outstanding of each of the Issuer's classes of common  
equity as of the latest practicable date: At June 30, 2001, there were  
51,471,843 shares of the registrant's Common Stock outstanding.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

Century Pacific Financial Corporation

Condensed Consolidated Balance Sheets

June 30, 2001

June 30, 2000

CURRENT ASSETS		
Cash	\$ (6,435)	\$ (11,764)
Accounts Receivable	177,874	223,799
Notes Receivable	30,500	7,000
Inventory	270,992	163,014
Tax Benefit Current	64,000	4,668
Investments	35,800	--
FIXED ASSETS		
Office Equipment	10,396	10,152
OTHER ASSETS		
Notes Receivable Non-Current	47,167	47,167
Tax Benefit Long Term	811,697	875,697
TOTAL ASSETS	\$ 1,441,191	\$ 1,319,734
CURRENT LIABILITIES		
Accrued Liabilities	\$ 23,353	\$ 30,668
TOTAL LIABILITIES	23,353	30,668
CAPITAL		
Common Stock	2,058,874	2,058,874
Capital (Paid in)	2,006,271	2,006,271
Retained Earnings	(2,646,507)	(2,776,079)
TOTAL STOCKHOLDERS EQUITY	\$ 1,418,638	\$ 1,289,066
TOTAL LIABILITY & STOCKHOLDERS EQUITY	\$ 1,441,191	\$ 1,319,734

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Century Pacific Financial Corporation  
Condensed Consolidated Income Statement

	For 3 Months Ended		For 9 Months Ended	
	6/30/01	6/30/00	6/30/01	6/30/00
REVENUES				
Financial Services	\$ 8,485	\$ 9,129	\$ 29,006	\$ 29,710
Sales & Service	316,228	137,860	638,355	566,363
TOTAL REVENUE	324,713	146,989	667,361	596,073
COST OF SALES	198,670	86,543	368,631	258,464
GROSS PROFIT	\$ 126,043	\$ 60,446	\$298,728	\$337,609
EXPENSES				
Advertising	\$ 517	\$ 503	\$ 1,219	\$ 1,628
Auto	4,164	3,056	10,419	9,322
Bank Charges	(10)	398	2,205	1,848
Contributions	2,260	100	3,260	2,964
Commissions	1,910	2,793	3,718	14,199
Dues and Subscriptions	150	514		
Freight	4,763	1,678	22,262	14,568
Insurance	262	3,910	3,341	12,581
Laundry	400			
Legal & Professional	4,100	327	6,724	1,163
Licenses	1,620	1,565		
Payroll Tax	(137)	340	2,344	1,839
Office Expense	3,925	2,643	5,486	10,529
Other Taxes	3,145	16,582	8,889	
Rent/Lease	15,224	14,772	39,814	42,239
Salaries	7,449	18,982	44,766	59,468
Supplies	1,021	2,055		
Telephone	11,751	6,082	24,345	13,779

Travel	12,341	14,956	36,392	36,877
Other Expenses	2,284	498	3,713	1,931
TOTAL EXPENSES	\$ 70,803	\$ 75,204	\$228,360	\$238,358
NET INCOME	\$ 55,238	\$ (14,758)	\$ 70,368	\$ 99,251

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Century Pacific Financial Corporation  
Consolidated Statements of Cash Flows

	For 3 Months Ended	
	6/30/01	6/30/00
Cash from Operations		
Net Income	\$ 71,711	\$ 99,251
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities		
Accounts Receivable	1,187	
Inventory	(59,349)	(94,484)
Investments	(5,800)	8,622
Notes Receivable	(6,500)	(7,000)
Taxes Payable	423	655
Wages Payable	(19,564)	--
401(k) Payable	(9,588)	--
Other Current Liabilities	21,400	--
Suspense	858	--
Total Adjustments	\$ (76,873)	\$ 92,206
Net Cash Provided by Operations	\$ (5,163)	\$ 7,045
Cash Flows from Investing	(2,500)	--
Net Increase/Decrease Cash	(7,663)	7,045
Cash Balance Beginning of Period	(22,019)	18,808
Cash Balance End of Period	\$ (5,414)	\$ (11,765)
Net Increase/Decrease in Cash	\$ (7,663)	\$ 7,045

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Century Pacific Financial Corporation  
Statement of Stockholders Equity  
For the Period from 4/01/01 to 6/30/01

	Common Shares	Stock Amount	Paid In Capital	Retained Earnings	Stockholders Equity
Balance 4/01/01	51,471,847	\$ 2,058,874	\$ 2,006,271	\$(2,646,507)	\$4,418,638
Balance 6/30/01	51,471,847	\$ 2,058,874	\$ 2,006,271	\$(2,646,507)	\$4,418,638

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## Notes to Condensed Consolidated Financial Statements

The financial statements included herein have been prepared by the Company, without audit, pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been omitted. However, in the opinion of management, all adjustments (which include only normal recurring accruals) necessary to present fairly the financial position and results of operations for the periods presented have been made. The results for interim periods are not necessarily indicative of trends or of results to be expected for the full year. These financial statements should be read in conjunction with the financial statements and notes thereto included in the Company's most recent report on Form 10-K.

**Basis of Presentation.** The consolidated financial statements include the accounts of Century Pacific Financial Corporation and its subsidiaries. In the opinion of management, the accompanying unaudited consolidated financial statements contain all adjustments necessary to present fairly the financial position, results of operations and cash flows for the periods presented. Certain financial statement items from the prior year may have been reclassified to be consistent with the current year financial statement presentation.

These consolidated financial statements should be read in conjunction with the consolidated financial statements and the related disclosures contained in the Company's Annual Report of Form 10-K for the year ended September 30, 2000, filed with the Securities and Exchange Commission. The results of operations for the three months ended June 30, 2001, are not necessarily indicative of the results to be expected for the full fiscal year.

1. **Condensed Financial Statements.** The unaudited condensed consolidated financial information contained in this report reflects all adjustments (consisting of normal recurring accruals) considered necessary, in the opinion of management, for a fair presentation of results for the interim periods presented. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted.

2. **Stock Option Plans.** None outstanding.

3. **Preferred Stock.** The Company has one class of preferred stock, 5,000,000 shares of .05000 par value preferred stock remaining authorized but unissued.

4. **Warrants.** None

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### ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS.

The following selected data of the Company is qualified by reference to and should be read in conjunction with the consolidated financial statements, including any notes thereto, and "Management's Discussion and Analysis of Financial Condition and Results of Operations" included elsewhere in this report.

This Form 10-Q includes "forward looking statements" concerning the future operations of the Company. It is management's intent to take advantage of the "safe harbor" provision of the Private Securities Litigation Reform Act of 1995. This statement is for the express purpose of availing the Company of the protections of such safe harbor with respect to all "forward looking statements" contained in this Form 10-Q. We have used "forward looking statements" to discuss future plans and strategies of the Company. Management's ability to predict results or the effect of future plans is inherently uncertain. Factors that could effect results include, without limitation, competitive factors, general economic conditions, customer relations, relationships with vendors, the interest rate environment, governmental regulation and supervision, seasonality, distribution networks, product introductions, acceptance, technological change, changes in industry practices and one-time events. These factors should be considered when evaluating the "forward looking statements" and undue reliance should not be placed on such statements. Should any one or more of these risks or uncertainties materialize, or should any underlying assumptions prove incorrect, actual results may vary materially from those described herein.

**Results of Operations.** Comparison of three-month periods ended June 30,

2001 and 2000 are contained herein. Revenues for the third quarter of the fiscal year of \$324,713.00 are substantially in excess of \$146,989.00 of the prior year. Three month comparative figures reflect increased revenues due to the start up of medical equipment sales both domestically and internationally. Release from the Chapter 11 Bankruptcy proceedings has allowed the Company to seek new sources of revenue and acquisitions that are expected to build the capital base, revenues, and profits. The operating expenses of \$70,803.00 were normal business expenses. Expenses for the 2001 period as compared with those of 2000 increased substantially as the medical equipment subsidiary increased local and export sales.

LIQUIDITY AND CAPITAL RESOURCES. The Corporation has remained current in its payable accounts during this period and the event of profitable operations in the medical equipment has allowed a modest build-up of cash and inventory.

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PART II. OTHER INFORMATION

ITEM 3. LEGAL PROCEEDINGS

The Company is not a party to any litigation and to its knowledge, no action, suit or proceedings against it has been threatened by any person or entity.

ITEM 4. CHANGES IN SECURITIES AND USE OF PROCEEDS

None

ITEM 5. DEFAULT UPON SENIOR SECURITIES

None

ITEM 6. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

None

ITEM 7. OTHER INFORMATION

None

ITEM 8. EXHIBITS AND REPORTS ON FORM 8-K

None

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SIGNATURES

Pursuant to the requirements of section 13 or 15(d) of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

CENTURY PACIFIC FINANCIAL CORPORATION

Dated: November 28, 2001

By /s/ Carlton V. Phillips

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Carlton V. Phillips  
Chairman of the Board, and  
Co-Chief Executive Officer

By /s/ David Hadley

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David Hadley  
President and Co-Chief Executive Officer

Pursuant to the requirements of the Securities Exchange Act of 1934, this report has been signed below by the following person on behalf of the Registrant and in the capacities and on the date indicated.

Signature and Title

Date

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/s/ Carlton V. Phillips

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November 28, 2001

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Carlton V. Phillips  
Treasurer and Director

/s/ David Hadley

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November 28, 2001

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David Hadley  
President and Director