

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 December 31, 2000

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 December 31, 2000, 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

December 31, 2000 December 31, 1999

| | ----- | ----- |
|---------------------------------------|--------------|--------------|
| CURRENT ASSETS | | |
| Cash | \$ 2,345 | \$ (1,041) |
| Accounts Receivable | 205,868 | 76,587 |
| Notes Receivable | 26,500 | 4,800 |
| Inventory | 209,044 | 176,652 |
| Tax Benefit Current | 64,000 | 4,668 |
| FIXED ASSETS | | |
| Office Equipment | 7,896 | 10,153 |
| OTHER ASSETS | | |
| Notes Receivable Non-Current | 47,168 | 47,168 |
| Tax Benefit Long Term | 811,697 | 875,697 |
| | ----- | ----- |
| TOTAL ASSETS | \$ 1,374,518 | \$ 1,194,683 |
| | ===== | ===== |
| CURRENT LIABILITIES | | |
| Accrued Liabilities | \$ 9,388 | -- |
| Wages Payable | 19,504 | \$ 29,504 |
| Taxes Payable | 1,078 | 1,040 |
| Suspense | 858 | -- |
| | ----- | ----- |
| TOTAL LIABILITIES | \$ 30,829 | \$ 30,544 |
| | ----- | ----- |
| CAPITAL | | |
| Common Stock | 2,058,874 | 2,058,874 |
| Capital (Paid in) | 2,006,271 | 2,006,271 |
| Retained Earnings | (2,721,456) | 2,901,006 |
| | ----- | ----- |
| TOTAL STOCKHOLDERS EQUITY | 1,343,689 | 1,164,139 |
| | ----- | ----- |
| TOTAL LIABILITY & STOCKHOLDERS EQUITY | \$ 1,374,518 | \$ 1,194,683 |
| | ===== | ===== |

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CENTURY PACIFIC FINANCIAL CORPORATION
CONDENSED CONSOLIDATED INCOME STATEMENT

| | For 3 Months Ended | |
|------------------------|--------------------|-----------|
| | ----- | ----- |
| | 12/31/00 | 12/31/99 |
| | ----- | ----- |
| REVENUES | | |
| Financial Services | \$ 11,787 | \$ 9,000 |
| Sales & Service | 79,150 | 145,398 |
| | ----- | ----- |
| TOTAL REVENUE | 90,937 | 154,398 |
| | ----- | ----- |
| COST OF SALES | | |
| | 36,869 | 91,415 |
| | ----- | ----- |
| GROSS PROFIT | \$ 54,068 | \$ 62,983 |
| | ===== | ===== |
| EXPENSES | | |
| Advertising | \$ 110 | \$ 551 |
| Auto | 1,162 | 3,161 |
| Bank Charges | 76 | 854 |
| Contributions | -- | 1,704 |
| Commissions | 1,000 | 6,285 |
| Dues and Subscriptions | 150 | 268 |
| Freight | 8,781 | 3,313 |
| Insurance | 320 | 4,291 |
| Laundry | 400 | |
| Legal & Professional | 673 | 248 |
| Licenses | 500 | 445 |
| Miscellaneous | 1,258 | 470 |
| Office Expense | 451 | 5,450 |
| Other Taxes | 466 | 3,520 |
| Rent/Lease | 4,663 | 16,963 |

| | | |
|----------------|-----------|-------------|
| Salaries | 12,450 | 23,248 |
| Supplies | -- | 1,034 |
| Telephone | 1,171 | 2,951 |
| Travel | 4,127 | 12,464 |
| Utilities | -- | 1,040 |
| | ----- | ----- |
| TOTAL EXPENSES | \$ 37,358 | \$ 88,660 |
| | ----- | ----- |
| NET INCOME | \$ 16,710 | \$ (25,675) |
| | ===== | ===== |

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CENTURY PACIFIC FINANCIAL CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

| | | |
|---|--------------------|-------------|
| | For 3 Months Ended | |
| | ----- | ----- |
| | 12/31/00 | 12/31/99 |
| | ----- | ----- |
| Cash from Operations | | |
| Net Income | \$ (4,580) | \$ (25,675) |
| | ----- | ----- |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities | | |
| Employee Tax Payable | 38 | 531 |
| Accounts Receivable | 3,192 | 52,728 |
| Inventory | 2,598 | (5,015) |
| Notes Receivable Current | (2,500) | (4,800) |
| Sales Taxes Payable | (116) | |
| 401(k) Payable | -- | (200) |
| Clearing A/C | 858 | -- |
| | ----- | ----- |
| Total | 3,870 | 43,444 |
| | ----- | ----- |
| Net Cash Provided by Operations | \$ 710 | \$ 17,769 |
| | ----- | ----- |
| Net Increase/Decrease Cash | \$ 710 | \$ 17,769 |
| | ----- | ----- |
| Summary | | |
| Cash Balance Beginning of Period | \$ (3,055) | \$ 18,809 |
| | ----- | ----- |
| Cash Balance End of Period | (2,345) | (1,040) |
| | ===== | ===== |
| Net Increase/Decrease in Cash | \$ 710 | \$ 17,769 |
| | ===== | ===== |

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CENTURY PACIFIC FINANCIAL CORPORATION
STATEMENT OF STOCKHOLDERS EQUITY
FOR THE PERIOD FROM 10/01/00 TO 12/31/00

| | | | | | |
|------------------|---------------|--------------|--------------------|----------------------|------------------------|
| | Common Shares | Stock Amount | Paid In Capital | Retained Earnings | Stockholders Equity |
| | ----- | ----- | ----- | ----- | ----- |
| Balance 10/01/00 | 51,471,847 | \$ 2,058,874 | \$ 2,006,271 | \$ (2,721,456) | \$ 1,348,689 |
| | ----- | ----- | ----- | ----- | ----- |
| Balance 12/31/00 | 51,471,847 | \$ 2,058,874 | \$ 2,006,271 | \$ (2,721,456) | \$ 1,348,689 |
| | ===== | ===== | ===== | ===== | ===== |

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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 December 31, 2000, 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.

RESULTS OF OPERATIONS. Comparison of three-month periods ended December 31, 2000 and 1999 are contained herein. Revenues for the first quarter of the fiscal year of \$90,937.00 are substantially lower than of \$154,398.00 of the prior year. Three month comparative figures reflect lower revenues due to the delayed start up of medical equipment sales deliveries 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 \$37,358.00 were normal business expenses. Expenses for the 2000 period as compared with those of 1999 decreased substantially as the medical equipment subsidiary experienced lower local and export sales.

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.

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

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

By /s/ David Hadley

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

/s/ Carlton V. Phillips

November 28, 2001

Carlton V. Phillips
Treasurer and Director

/s/ David Hadley

November 28, 2001

David Hadley
President and Director