

METWOOD INC  
Form 10QSB  
February 22, 2005

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

\_\_\_\_\_  
**FORM 10-QSB**  
\_\_\_\_\_

- QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the quarterly period ended December 31, 2004**

- TRANSITION REPORT UNDER SECTION 12 OR 15(d) OF THE EXCHANGE ACT**

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

**Commission File Number 000-05391**

\_\_\_\_\_  
**METWOOD, INC.**  
**(Exact name of registrant as specified in its charter)**  
\_\_\_\_\_

**NEVADA**  
**(State or other jurisdiction**  
**of incorporation)**

**83-0210365**  
**(IRS Employer**  
**Identification No.)**

**819 Naff Road, Boones Mill, VA 24065**  
**(Address of principal executive offices)**

**(540) 334-4294**  
**(Issuer's telephone number)**

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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

Number of shares of common stock outstanding as of February 18, 2005: 12,167,499

Transitional Small Business Disclosure Format (Check one) Yes  No

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**METWOOD, INC. AND SUBSIDIARY  
FORM 10-QSB**

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See accompanying notes to consolidated financial statements.

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## Part I. Financial Information

## Item 1. Financial Statements

**METWOOD, INC. AND SUBSIDIARY**  
**Consolidated Condensed Balance Sheet**  
**December 31, 2004**

*(unaudited)*

ASSETS	2004
<b>CURRENT ASSETS</b>	
Cash and Cash Equivalents	\$ 36,847
Accounts Receivable, net of allowance of \$10,262	479,715
Inventory	679,807
Other Current Assets	18,910
<b>TOTAL CURRENT ASSETS</b>	<b>1,215,279</b>
<b>PROPERTY AND EQUIPMENT</b>	
Furniture, fixtures and equipment	44,022
Computer hardware, software and peripherals	98,353
Machinery and shop equipment	262,967
Vehicles	252,469
Buildings and improvements	855,885
Land and land improvement	194,786
	1,708,482
Accumulated Depreciation	(400,405)
<b>Net Property and Equipment</b>	<b>1,308,077</b>
<b>OTHER ASSETS</b>	
Goodwill	253,088
Net Other Assets	253,088
<b>TOTAL ASSETS</b>	<b>\$ 2,776,444</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>	
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts Payable	\$ 118,769
Accrued Expenses	37,726
Customer Deposits	5,200
Current Maturities of Long-term Debt	365,024
Bank Line of Credit	34,000
Income Taxes Payable	135,827
<b>TOTAL CURRENT LIABILITIES</b>	<b>696,546</b>
Long-term Debt, excluding current maturities	81,800
Deferred Income Taxes, net	86,014

TOTAL LONG-TERM LIABILITIES	167,814
STOCKHOLDERS' EQUITY	
Common Stock (\$.001par value, 100,000,000 shares authorized):	
11,877,499 shares issued and outstanding)	11,877
Common Stock Subscribed but not Issued (\$.001 par, 2950 shares)	3
Additional Paid-in-Capital	1,306,147
Retained Earnings	594,057
TOTAL STOCKHOLDERS' EQUITY	1,912,084
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 2,776,444

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

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**METWOOD, INC. AND SUBSIDIARY**  
**Consolidated Income Statements**  
**For the three and six months ended December 31, 2004 and 2003**  
**(unaudited)**

	Three Months Ended December 31,		Six Months Ended December 31,	
	2004	2003	2004	2003
<b>REVENUES</b>				
Construction Sales	\$ 811,189	\$ 704,727	\$ 1,830,090	\$ 1,227,874
Engineering sales	86,186	70,691	182,105	143,102
Gross Sales	897,375	775,418	2,012,195	1,370,976
Cost of construction sales	350,344	357,230	907,427	