

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

FORM 10-Q

(Mark One)

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

For quarterly period ended June 30, 2001

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

Commission file number 333-85787

TRADING SOLUTIONS.COM, INC.
(Exact name of registrant as specified in its charter)

Nevada 880425691
(State or other jurisdiction (IRS Employer Identification No.)
of incorporation or organization)

200 Camino Aguajito, #200
Monterey, California 93940
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (831) 375-6229

Indicate by check mark whether the registrant: (1) has filed all
reports required by Section 13 or 15 (d) of the Securities
Exchange Act of 1934 during the preceding 12 months (or for such
shorter period that the registrant was required to file such
reports), and (2) has been subject to such filing for the past 90
days.

☒ Yes ☐ No

The number of shares of the Registrant's Common Stock, \$.001 par
value, as of June 30, 2001 was 2,861,000 outstanding.

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements.

HAWKINS ACCOUNTING
CERTIFIED PUBLIC ACCOUNTANT 17415 MONTEREY STREET, STE. 200
MORGAN HILL, CA 95037
(408) 776-9455 FAX (408) 776-8979

To the Board of Directors
Trading Solutions.Com, Incorporated
Monterey, California

I have reviewed the accompanying balance sheet of Trading
Solutions.Com, Inc as of June 30, 2001 and 2000 and the related
statement of income and Shareholders' Equity and the statement of
cash flows for the three months ended, in accordance with
Statements on Standards for Accounting and Review Services issued
by the American Institute of Certified Public Accountants. All
information included in these financial statements is the
representation of the management of Trading Solutions.Com, Inc.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such as opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

/s/ Hawkings Accounting

August 2, 2001

TRADING SOLUTIONS.COM, INCORPORATED

BALANCE SHEET
June 30, 2001 and 2000
See accountant's report

	2001	2000
ASSETS		
Current assets		
Cash in bank	\$ 41	\$ 27,893
Other receivable	1,695	1,695
Prepaid rent		
Total current assets	1,736	29,588
Furniture and equipment		
Equipment	2,606	2,206
Furniture	1,273	600
	3,879	2,806
Accumulated depreciation	(1,204)	(326)
	2,675	2,480
Total assets	\$ 4,411	\$ 32,068
LIABILITIES AND STOCKHOLDER'S EQUITY		
Current liabilities		
Accounts payable	\$ 4,500	\$ 7,371
State corporate tax liability	800	0
Total current liabilities	5,300	7,371
Total liabilities	5,300	7,371
Stockholders' equity		
Common stock, 20,000,000 shares authorized at a par value of .001 2,861,000 outstanding	28,610	27,950
Paid in capital	207,380	142,040
Deficit incurred during development stage	(236,879)	(145,293)
Total stockholder's equity	(889)	24,697
Total liabilities and stockholder's	\$ 4,411	\$ 32,068

The accompanying notes are an integral part of these financial statements

TRADING SOLUTIONS.COM, INCORPORATED

STATEMENT OF OPERATIONS

For the three months ended June 30, 2001 and 2000

See accountant's report

Three months ended

	2001	2000
Income	\$ 8,000	\$ 3,180
Expenses		
Advertising		5,605
Accounting fees		7,000
Bank charges	19	90
Compensation expense		
Consulting fees		900
Depreciation	188	150
Education		
Management fees		
Miscellaneous		25
Office supplies		337
Postage	81	194
Taxes and licenses		180
Promotions		
Legal fees	5,000	643
Organizational costs		
Rent		900
Telephone		921
Travel	149	2,664
Total expenses	5,437	19,609
Income (loss) from operations prior to other expense and	2,563	(16,429)
Other (expenses)		
Interest		0
Net loss	\$ 2,563	\$ (16,429)
Loss per common share	\$ 0.01	\$ (0.01)
Weighted average of shares outstanding	2,861,000	2,771,667

The accompanying notes are an integral part of these financial statements

TRADING SOLUTIONS.COM, INCORPORATED

STATEMENT OF STOCKHOLDER'S EQUITY
For the three months ended June 30, 2001 and 2000
See accountant's report

	Common Stock Shares	Amount	Paid In Capital	Deficit Accumulated During Development Stage	Total
March 31, 2000	2,760,000	\$ 27,600	\$ 107,390	\$ (128,864)	\$ 6,126
June 26, 2000	35,000	350	34,650		35,000
Net loss				(16,429)	(16,429)
Total	2,795,000	\$ 27,950	\$ 142,040	\$ (145,29)	\$ 24,697
March 31, 2001	2,861,000	28,610	207,380	(239,442)	(3,452)
Net income				2,563	2,563
	2,861,000	\$ 28,610	\$ 207,380	\$ (236,879)	\$ (889)

The accompanying notes are an integral part of these financial statements

TRADING SOLUTIONS.COM, INCORPORATED

STATEMENT OF CASH FLOWS - INDIRECT METHOD
For the three months ended June 30, 2001 and 2000
See accountant's report

	Three months ended	
	2001	2000
CASH FLOWS FROM OPERATING		
ACTIVITIES:		
Net income	\$ 2,563	\$ (16,429)
Adjustment to reconcile net income		
to net provided by operating activities		
Depreciation	188	150
Compensation expense		
Increase in prepaid rent		
Increase in other receivables		(1,519)
Increase in accounts payable	(2,713)	6,000
Increase in taxes payable		
NET CASH PROVIDED BY		
OPERATING ACTIVITIES	38	(11,798)
INVESTING ACTIVITIES		
Purchase of furniture and equipment		
NET CASH USED IN		
INVESTING ACTIVITIES	0	0
FINANCING ACTIVITIES		
Sale of common stock	0	35,000
Short term borrowing		
Payment of short term borrowing		
NET CASH REALIZED FROM		
FINANCING ACTIVITIES	0	35,000
INCREASE IN CASH AND		
CASH EQUIVALENTS	38	23,202
Cash and cash equivalents at the beginning		
of the year	4	4,691
CASH AND CASH EQUIVALENTS	\$ 42	\$ 27,893

The accompanying notes are an integral part of these financial statements

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the business - Trading Solutions.Com, Inc (the "Company") is designed to provide education for people interested in on line investing. The Company also intends to establish a corporate trading account and manage money. The Company further intends to establish or acquire an e-commerce business to link with the trading school.

Pervasiveness of estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Cash and cash equivalents - For financial statement presentation purposes, the Company considers all short term investments with a maturity date of three months or less to be cash equivalents.

Property and equipment - Property and equipment are recorded at cost. Maintenance and repairs are expensed as incurred; major renewals and betterments are capitalized. When items of property or equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income.

Depreciation is provided using the straight-line method, over the useful lives of the assets.

Income taxes - Income taxes are provided for the tax effects of transactions reported in the financial statements and consist of taxes currently due plus deferred taxes related primarily to differences between the recorded book basis and the tax basis of assets and liabilities for financial and income tax reporting. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled. Deferred taxes are also recognized for operating losses that are available to offset future taxable income.

Material adjustments - Management is not aware of any adjustments that need to be made in order for the financial statements to be in conformity with generally accepted accounting principles.

Trading Solutions.com, Incorporated
Notes to Financial Statements
June 30, 2001 and 2000

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (con't)

Stock options - the fair value of the stock in the year that the stock is given and recorded as an expense in the same year.

NOTE 2: BACKGROUND

The Company was incorporated under the laws of the State of Nevada on May 14, 1999. The principal activities of the Company, from the beginning of the development stage, have been organizational matters and the sale of stock.

NOTE 3: EQUIPMENT AND FURNITURE

The following is a summary of fixed asset classifications, accumulated depreciation and depreciable lives for the Company at June 30, 2001 and 2000.

	Useful life Years	2001	2000
Computer equipment	5	\$ 2,606	\$ 2,206
Office furniture	10	1,273	600
Total		3,879	2,806
Accumulated depreciation		(1,204)	(326)
Net equipment and furniture		\$ 2,675	\$ 2,480

Depreciation expense for the three months ended June 30, 2001 was \$188 and 2000 the expense was \$150.

NOTE 4: COMMON STOCK

Founders stock - At incorporation the Company issued stock to the founders of the corporation. These shares totaled 2,495,000 shares and were issued for consideration of \$.001 per share. Proceeds from these sales were \$2,495.

Stock options - At the organizational meeting of the board of directors it was voted on to issue stock options of the Company's common stock to certain officers of the corporation, a key employee of a non affiliated company and the non affiliated company. These options are to be exercised at \$.10 a share and have an expiration date of December 31, 2002. These options are callable at \$.02 per share by the Company with a

Trading Solutions.com, Incorporated
Notes to Financial Statements
June 30, 2001 and 2000

NOTE 4: COMMON STOCK (con't)

30 day notice. A total of 85,000 shares were voted on for the options of which 60,000 shares of the options were exercised at June 30, 1999. Total proceeds from these sales were \$5,500. The fair market value at the date the options were granted was \$.50 a share. Therefore, the Company has recognized \$ 34,000 in compensation expense for the period.

Initial Public Offering - During the three-month period ended June 30, 2000, the Company initiated a public stock offering of three hundred thousand of its common shares. As of June 30, 2000 \$35,000.00 had been raised.

NOTE 5: INCOME TAXES

The benefit for income taxes from operations consisted of the following components: current tax benefit of \$35,539 resulting from a net loss before income taxes, and a deferred tax expense of \$35,539 resulting from a valuation allowance recorded against the deferred tax asset resulting from net operating losses. Net operating loss carryforward will expire in 2014 and 2020.

The valuation allowance will be evaluated at the end of each year, considering positive and negative evidence about whether the asset will be realized. At that time, the allowance will either be increased or reduced; reduction would result in the complete elimination of the allowance if positive evidence indicates that the value of the deferred tax asset is no longer required.

NOTE 6: RELATED PARTY TRANSACTIONS

The Company entered into an agreement with various hareholders to provide assistance to the Company in the formation of its corporate structure and to use their contacts in assisting with the development of a public market for the Company's common stock, consulting services and secretarial support services. There were no amounts paid to these related for the three months ended June 30, 2001 and \$900 for the three months ended June 30, 2000. There were no monies owed to the related parties and no monies due to them for either periods ending June 30, 2001 and 2000.

Trading Solutions.com, Incorporated
Notes to Financial Statements
June 30, 2001 and 2000

NOTE 7: GOING CONCERN

From the date of inception the Company has yet to commence receiving a material amount of revenue and has net losses from operating activities which raise substantial doubt about its ability to continue as a going concern.

Management will work to establish a local market niche for each one of its trading schools by advertising in local newspapers and radio. This is intended to create public awareness of the Company's name and its services.

Management also intends to affiliate with professional traders to teach online classes and seminars in real-time broadcasting. The Company also intends to continually invest in its web site infrastructure as needed for upgrades, incorporation of new features and keeping up with the changing internet technology. The Company will establish an on line store that will offer literature such as books, newspapers and newsletters that will target online investors.

In order to attract and retain quality instructors the Company plans to grant each participating instructor the opportunity to be promoted on an exclusive basis by the Company's web site.

The Company's ability to continue as a going concern is dependent upon a successful public offering and ultimately achieving profitable operations.

There is no assurance that the Company will be successful in its efforts to raise additional proceeds or achieve profitable operations. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

NOTE 8: SUBSEQUENT EVENT

On May 7, 2001 the Company entered into discussions with another company to exchange stock to acquire this non public company. The details of this transaction has not formalized as of the balance sheet date. Details are expected to be finalized subsequent to the balance sheet date.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

The Net sales for the first quarter that ended June 30, 2001 were \$8,000 compare to \$3,180 from the corresponding period of the prior year. For the three month period ended June 30, 2001, the company has experienced a 151% increase in net sales from the corresponding period of the prior year.

Net Income from operations prior to other expenses and taxes for the three months ended June 30, 2001 was \$2,563 compared to a Net Loss of \$16,429 for the corresponding period in 2000. The increase in the gross margin from the corresponding period of the prior year is principally attributable to the company's marketing efforts.

Advertising, general and administrative expenses were \$5,437 for the for the three months ended June 30, 2001 compared to \$19,609 for the corresponding period in 2000. These expenses decreased due to the Company getting further along in its development.

The company is in the process of adding new services and product lines. The company will continue to sell its services in Monterey, California and evaluate possible new locations.

The company has been a development stage company for the past two years and therefore has not felt the effect of inflation. Should prices increase the company will have to increase its cost of sales. There is a question as to the Company's viability. It is classified as a development stage company and has yet to demonstrate profitable operations.

Item 3. Liquidity and Capital Resources.

As of June 30, 2001, the company had a cash equivalence of \$41 and other receivables of \$1,695. Total liabilities as of June 30, 2001 was \$5,300. The Company has a working capital deficit of \$3,564.

The company provides its online trading educational services to the local community. We intend continue providing its services through its trading school, and will continue developing our web based operations. In May 2001 we were approached by Springland Beverages, Inc., a Canadian water and beverage related company. Springland Beverages, Inc. proposed to merge with Trading Solutions.com, Inc. After reviewing their business plan we entered into a Letter of Intent with Springland Beverages, Inc. and are working on a definitive merger agreement.

PART II - OTHER INFORMATION

Item 1. Legal Proceedings.

As of June 30, 2001 there has been no legal proceedings taking place, nor do we foresee any in the second quarter.

Item 2. Changes in Securities.

As of June 30, 2001, there has been no change in securities since September 30, 2000.

Item 3. Defaults Upon Senior Securities.

There has been no material default in the payment of principal, interest, a sinking or purchase fund installment, or any other material default not cured within 30 days. There has been no other material delinquency that has occurred within 30 days.

Item 4. Submission of Matters to a Vote of Security Holders.

None.

Item 5. Other Information.

In May 2001 we were approached by Springland Beverages, Inc., a Canadian water and beverage related company. Springland Beverages, Inc. proposed to merge with Trading Solutions.com, Inc. After reviewing their business plan we entered into a Letter of Intent with Springland Beverages, Inc. and are working on a definitive merger agreement.

Item 6. Exhibits and Reports on Form 8-K

Reports on Form 8-K: No reports on Form 8-K were filed by the Company during the quarter ended June 30, 2001.

Exhibits: None.

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.

Trading Solutions.com, Inc.

Dated: August 8, 2001

/s/ Natalie Shahvaran
NAME: Natalie Shahvaran
TITLE: President

