

OPEXA THERAPEUTICS, INC.

FORM 10QSB/A

(Amended Quarterly Report of Financial Condition)

Filed 07/15/02 for the Period Ending 12/31/01

Address	2635 TECHNOLOGY FOREST BLVD. THE WOODLANDS, TX 77381
Telephone	(281) 272-9331
CIK	0001069308
Symbol	OPXA
SIC Code	2834 - Pharmaceutical Preparations
Fiscal Year	12/31

PHARMAFRONTIERS CORP

FORM 10QSB/A

(Amended Quarterly Report of Financial Condition)

Filed 7/15/2002 For Period Ending 12/31/2001

Address	2408 TIMBERLOCH PLACE, SUITE B-7 THE WOODLANDS, Texas 77380
Telephone	(281)272-9331
CIK	0001069308
Fiscal Year	12/31

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-QSB/A

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

For the quarterly period ended December 31, 2001

OR

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

Commission File Number: 000-25513

SPORTAN UNITED INDUSTRIES, INC.

(Exact name of Registrant as specified in its charter)

TEXAS

(State of Incorporation)

760333165

(IRS Employer Identification Number)

3170 Old Houston Road
Huntsville, Texas 77340
936-295-2726

(Address and telephone number of principal executive offices)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed 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 filing requirements for the past 90 days.

Yes X No .

The number of shares of common stock of the Registrant outstanding at March 11, 2002 was 6,017,447.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS

This Management's Discussion and Analysis as of December 31, 2001 and for the three-month period ended December 31, 2001 and 2000 should be read in conjunction with the unaudited condensed consolidated financial statements and notes thereto set forth in Item 1 of this report.

The information in this discussion contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and

Section 21E of the Securities Exchange Act of 1934, as amended. Such statements are based upon current expectations that involve risks and uncertainties. Any statements contained herein that are not statements of historical facts may be deemed to be forward-looking statements. For example, words such as, "may," "will," "should," "estimates," "predicts," "potential," "continue," "strategy," "believes," "anticipates," "plans," "expects," "intends," and similar expressions are intended to identify forward-looking statements. Our actual results and the timing of certain events may differ significantly from the results discussed in the forward-looking statement. Factors that might cause or contribute to such a discrepancy include, but are not limited to the risks discussed in our other SEC filings, including those in our annual report on Form 10-KSB for the year ended September 30, 2001. These forward-looking statements speak only as of the date hereof. We expressly disclaim any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in our expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.

General

We recognize revenues from sales of sports memorabilia at the time of shipment on a limited basis at the present time. General and administrative costs are charged to expense as incurred. Property, plant and equipment are recorded at cost and depreciated using an appropriate accounting method over the estimated useful lives of the assets. Expenditures for repairs and maintenance are charged to expense as incurred. The costs of major renewals and betterments are capitalized and depreciated over the estimated useful lives. The cost and related accumulated depreciation of the assets are removed from the accounts upon disposition.

Results of Operations

Three months ended December 31, 2001 compared to the same period in 2000

Our sales for the three months ended December 31, 2001 was \$7,057, a decrease of 96% from the same period in 2000, and our gross margin percentage increased for three months ended December 31, 2001 to 100% from 23% during the same period in 2000. We believe the decrease in sales was due to a lack of funding, which reduced our sales and marketing capability. This lack of funding to date has also limited our ability to purchase new inventory. Thus, the current sales are performed on a limited basis. We reduced our inventory values to zero, due to remnant status, during 2001 thereby increasing our gross margin.

Our general and administrative expenses declined during the three months ended December 31, 2001, 72% to \$55,786 from the same period in 2000. The decrease in general and administrative expenses is due to the reduction in all operations within the company until such further progress can be determined with the shell for mergers and acquisitions potential. At the current time there is only the CEO on staff with SPTA.

Because of the reduced operations, our net loss reduced 42% to \$75,554 for the three months ended December 31, 2001.

Cash used by operations for the three-month period increased from \$20,539 to \$47,450 for the three months ended December 31, 2001 because we are no longer able to maintain productivity in sales of sports related merchandise.

Cash provided by investing activities was \$650 for the three months ended December 31, 2000, compared to no cash provided by investing activities for the three months ended December 31, 2001. The decrease was due to the fact that we did not sell or purchase any equipment for the three months ended December 31, 2001.

Cash provided from financing activities was \$47,450 during the three-month period ended December 31, 2001, as compared to cash flows provided of \$15,910 during the three-month period ended December 31, 2000. The increase is due to \$21,950 of loans to the company from a major stockholder. During the three months ended December 31, 2001, we also accrued \$25,500 in salary due to our CEO.

Liquidity and Capital Resources

As of December 31, 2001, we had negative working capital of \$1,053,341, and cash of \$150. We are in the process of restructuring the company to make use of the remaining assets through a merger or acquisition.

PART II
OTHER INFORMATION

Pursuant to the Instructions to Part II of the Form 10-Q, Items 1, 2, and 5 are omitted.

ITEM 2. LEGAL PROCEEDINGS

In September 2000, Racing Champions South Inc. sued us in the County Civil Court at Law No. 2 of Harris County, for the amount of approximately \$50,000, alleging that we owed them money for delivered goods and merchandise. We are in the process of evaluating the merits of this claim.

In February 2001, Riddell, Inc. sued us in the 61st Judicial District Court of Harris County, for the amount of approximately \$124,000, alleging that we owed them money for delivered goods and merchandise. We are in the process of evaluating the merits of the claim.

In December 2001, Duck House, Inc. sued us in the Justice Court of Harris County, Texas, Precinct 1, Position 2, for the amount of approximately \$2,500, alleging that we owed them money for delivered goods and merchandise. We are in the process of evaluating the merits of this claim.

In April 2002, Casey's Distributing sued us in the Justice Court of Walker County, Texas, Precinct 4, Pack 1, for the amount of approximately \$2,300, alleging that we owed them money for delivered goods and merchandise. We are in the process of evaluating the merits of this claim.

ITEM 3. DEFAULTS UPON SENIOR SECURITIES

We currently have outstanding 2,144,006 shares of Series A Convertible Preferred Stock. We must pay a monthly 6% annualized dividend on the \$.418 per share stated value, or \$4,481 per month. As of the date of this report, we are currently twenty-five months behind on our dividend payments, or \$94,679.

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) EXHIBITS

None.

(b) REPORTS ON FORM 8-K

None.

SIGNATURES

In accordance with Section 13 or 15(d) of the Exchange Act, the registrant has caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Sportan United Industries, Inc.

Date: April 24, 2002

By: /s/ Jason G. Otteson

Jason G. Otteson, President

Sportan United Industries, Inc. 3170 Old Houston Road Huntsville, TX 77340

April 19, 2002

Malone & Bailey, PLLC
5444 Westheimer, Suite 2080
Houston TX 77056

Dear Ladies / Gentlemen,

In connection with your review of the financial statements of Sportan Industries, Inc. as of December 31, 2001 and for the three months then ended for the purpose of expressing limited assurance that there are no material modifications that should be made to the statements in order for them to be in conformity with accounting principles generally accepted in the United States, we confirm, to the best of our knowledge and belief, the following representations made to you during your review.

1. The financial statements referred to above present the financial position, results of operations, and cash flows of the company in conformity with accounting principles generally accepted in the United States. In that connection, we specifically confirm that:
 - a. The company's accounting principles, and the practices and methods followed in applying them, are as disclosed in the financial statements.
 - b. There have been no changes during the period presented in the company's accounting principles and practices.
 - c. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
 - d. There are no material transactions that have not been properly reflected in the financial statements.
 - e. There are no material losses that have not been properly reflected in the financial statements.
 - f. There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, and there are no other material liabilities or gain or loss contingencies that are required to be accrued or disclosed.
 - g. The company has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged.

h. There are no related party transactions or related amounts receivable or payable that have not been properly disclosed in the financial statements.

i. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

j. No events have occurred subsequent to the balance sheet (either the prior audited date or the current reviewed date) that would require adjustment to, or disclosure in, the financial statements.

2. We have sent you copies of the minutes of all meetings of stockholders, board of directors, and committees of the board of directors. In addition, we have advised you of any actions taken at any such meetings for which minutes have not been prepared.

3. We have responded fully to all inquiries made to us by you during your review.

Jason Otteson

Date

Kay Ekis

Date

SPORTAN UNITED INDUSTRIES, INC.
BALANCE SHEET
December 31, 2001

ASSETS

Current Assets	
Cash	\$ 150
Accounts receivable, net of allowance for doubtful accounts of \$73,638	232
Accounts receivable-related parties	40

Total Current Assets	422

Property and equipment, net of \$88,922 accumulated depreciation	36,060
Trademark, net of \$62 accumulated amortization	1,382

TOTAL ASSETS	\$ 37,864
	=====
LIABILITIES AND STOCKHOLDERS' DEFICIT	
Current Liabilities	
Accounts payable	\$ 396,797
Accrued expenses	23,269
Accrued salary due to stockholders	102,652
Notes payable to stockholders	531,045

Total Current Liabilities	1,053,763

STOCKHOLDERS' DEFICIT	
Convertible preferred stock, .001 par value, 10,000,000 shares authorized, 2,144,006 shares issued and outstanding	2,144
Common stock, \$.001 par value, 50,000,000 shares authorized, 6,017,447 issued and outstanding	6,017
Paid in capital	707,430
Retained deficit	(1,731,490)

Total Stockholders' Deficit	(1,015,899)

TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$ 37,864
	=====

SPORTAN UNITED INDUSTRIES, INC.
STATEMENTS OF OPERATIONS
For the Three Months Ended December 31, 2001 and 2000

	2001	2000
	-----	-----
Revenues	\$ 7,057	\$ 186,899
Cost of Sales	-----	144,447
Gross Margin	7,057	42,452
Selling, general and administrative	55,786	196,554
Operating Loss	(48,729)	(154,102)
Other Income and (Expense)		
Gain (loss) on sale of assets		(1,137)
Interest expense	(13,382)	(12,987)
Total Other Income (Expense)	(13,382)	(14,124)
NET LOSS	(62,111)	(168,226)
Preferred stock dividends	(13,443)	(13,443)
NET LOSS APPLICABLE TO COMMON SHAREHOLDERS	\$ (75,554) =====	\$(181,669) =====
Net loss per common share	\$(.01)	\$(.03)
Weighted average common shares Outstanding	6,017,447	5,811,890

SPORTAN UNITED INDUSTRIES, INC.
STATEMENTS OF CASH FLOWS
For the Three Months Ended December 31, 2001 and 2000

	2001	2000
	-----	-----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	\$ (62,111)	\$(168,226)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	3,237	4,760
Stock issued for services		56,618
Loss (gain) on disposal of property and equipment		1,137
Net (increase) decrease in:		
Accounts receivable	3,278	(10,868)
Inventory		45,562
Other current assets	5,983	(5,699)
Net increase (decrease) in:		
Accounts payable	(326)	55,906
Accrued expenses	2,489	271
	-----	-----
NET CASH USED BY OPERATING ACTIVITIES	(47,450)	(20,539)
	-----	-----
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property and equipment		1,732
Cash paid for property and equipment		(1,082)

NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES		650

CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from notes to stockholders	21,950	(1,449)
Stock subscription receivable		4,359
Accrued salary to shareholder	25,500	13,000
	-----	-----
		-
NET CASH PROVIDED BY FINANCING ACTIVITIES	47,450	15,910
	-----	-----
NET DECREASE IN CASH	0	(3,979)
CASH BALANCES		
-Beginning of period	150	14,865
	-----	-----
-End of period	\$ 150	\$ 10,886
	=====	=====
SUPPLEMENTAL DISCLOSURES		
Interest paid		\$ 12,987

SPORTAN UNITED INDUSTRIES, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying unaudited financial statements of Sportan United Industries, Inc. have been prepared in accordance with generally accepted accounting principles and the rules of the Securities and Exchange Commission ("SEC"), and should be read in conjunction with the audited financial statements and notes thereto contained in the company's latest Annual Report filed with the SEC on Form 10-KSB. In the opinion of management, all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of financial position and the results of operations for the interim periods presented have been reflected herein. The results of operations for interim periods are not necessarily indicative of the results to be expected for the full year. Notes to the financial statements, which would substantially duplicate the disclosures contained in the audited financial statements for the most recent fiscal year 2001, as reported in the 10-KSB, have been omitted.

End of Filing

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