

BRENDAN TECHNOLOGIES INC
Form 10QSB
November 14, 2007

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

FORM 10-QSB

(Mark One)

Quarterly Report Under Section 13 Or 15(d) Of The Securities Exchange Act Of 1934

For quarterly period ended **September 30, 2007**

Transition Report Under Section 13 Or 15(d) Of The Securities Exchange Act Of 1934

For the transition period from _____ to _____

COMMISSION FILE NUMBER 0-17493

BRENDAN TECHNOLOGIES, INC.

(Exact name of small business issuer as specified in its charter)

NEVADA

(State or other jurisdiction of incorporation or
organization)

88-0237223

(I.R.S. Employer Identification No.)

**2236 Rutherford Road, Suite 107
Carlsbad, California 92008**

(Address of principal executive offices)

Issuer's telephone number **(760) 929-7500**

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 x No**

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes No x

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date:

Common Stock, \$.004995 par value
(Class)

25,450,594
Outstanding at November 14, 2007

Transitional Small Business Disclosure Format (Check one): Yes **No x**

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* No information provided due to inapplicability of the item.

PART I – FINANCIAL INFORMATION**Item 1. Financial Statements**

Brendan Technologies, Inc.
Condensed Consolidated Balance Sheets

	September 30, 2007 (Unaudited)	June 30, 2007
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 11,200	\$ 85,016
Accounts receivable, net	148,842	75,283
Prepaid expenses	189,949	89,919
Total current assets	349,991	250,218
Property and equipment, net	148,687	157,356
Other assets	23,384	27,951
	\$ 522,062	\$ 435,525
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current liabilities:		
Notes payable in default	\$ 130,000	\$ 130,000
Accrued interest in default	98,890	95,382
Note payable	-	100,000
Secured bridge loan payable	600,000	-
Accounts payable	97,512	12,916
Accrued wages and vacation	833,795	842,525
Accrued interest	543,996	527,434
Deferred revenue	138,898	98,394
Current portion of lease obligations	6,589	7,388
Current portion 8% convertible debentures net of debt discount	935,799	24,010
Current portion 8% convertible debentures net of debt discount-related parties	93,852	91,812
Total current liabilities	3,479,331	1,929,861
Long term portion of lease obligations	2,599	3,607
8% Convertible debentures net of debt discount	500,750	1,343,868
8% Convertible debentures net of debt discount - related parties	37,837	34,154
Total liabilities	4,020,517	3,311,490
Stockholders' deficit		
Preferred stock, \$.004995 par value; 5,000,000 shares authorized: none outstanding	-	-
Common stock, \$.004995 par value; 50,000,000 shares authorized: 23,705,594 issued and outstanding at September 30, 2007 and June 30, 2007	118,409	118,409
Additional paid in capital	5,442,994	5,358,033
Accumulated deficit	(9,059,858)	(8,352,407)

Total stockholders' deficit	(3,498,455)	(2,875,965)
	\$ 522,062	\$ 435,525

See accompanying summary of accounting policies and notes to unaudited condensed consolidated financial statements.

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Brendan Technologies, Inc.
Condensed Consolidated Statements of Operation
(Unaudited)

	Three Months Ended	
	September 30, 2007	September 30, 2006
Revenue	\$ 159,826	\$ 87,395
Selling expenses	42,688	23,205
Research and development	118,768	83,136
General and administrative expenses	467,255	317,923
	628,711	424,264
Loss from operations	(468,885)	(336,869)
Other expense		
Interest expense	(238,566)	(69,003)
Loss before provision for income taxes	(707,451)	(405,872)
Provision for income taxes		