

SKINVISIBLE INC  
Form 10QSB  
May 16, 2005

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

**FORM 10-QSB**

Quarterly Report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For the quarterly period ended: March 31, 2005

Transition Report pursuant to 13 or 15(d) of the Securities Exchange Act of 1934

For the transition period \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 000-25911

**Skinvisible, Inc.**

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

Nevada  
(State or other jurisdiction of incorporation or organization)

88-0344219  
(IRS Employer Identification No.)

6320 Sandhill Road, Suite 10, Las Vegas, Nevada 89120  
(Address of principal executive offices)

702-433-7154  
(Issuer's telephone number)

\_\_\_\_\_  
(Former name, former address and former fiscal year, if changed since last report)

Check whether the issuer (1) 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 issuer 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 stock, as of the latest practicable date:  
56,725,248 common shares as of March 31, 2005.

Transitional Small Business Disclosure Format (check one): Yes  No

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**PART I - FINANCIAL INFORMATION**

**Item 1. Financial Statements**

Our unaudited consolidated financial statements included in this Form 10-QSB are as follows:

- (a) Consolidated Balance Sheet as of March 31, 2005.
- (b) Consolidated Statements of Operations for the three month periods ended March 31, 2005 and 2004;
- (c) Consolidated Statements of Cash Flow for the three month periods ended March 31, 2005 and 2004;
- (d) Notes to Consolidated Financial Statements.

These unaudited condensed consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information and the SEC instructions to Form 10-QSB. In the opinion of management, all adjustments considered necessary for a fair presentation have been included. Operating results for the interim period ended March 31, 2005 are not necessarily indicative of the results that can be expected for the full year.

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CONSOLIDATED BALANCE SHEET

ASSETS	March 31, 2005 (Unaudited)
Current assets	
Cash	\$ 60,667
Accounts receivable	90,169
Inventory	83,070
Due from related party	26,554
Prepaid expense and other current assets	1,268
Total current assets	261,728
Fixed assets, net	43,330
Intangible and other assets	
Patents and trademarks, net	59,093
License and distributor rights	50,000
Prepaid royalty fees	1,080,000
Total assets	\$ 1,494,150
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current liabilities	
Accounts payable and accrued liabilities	\$ 343,687
Unearned revenue	771,000
Total current liabilities	1,114,687
Long-term liabilities	--
Total liabilities	1,114,687
Commitments and contingencies	--
Stockholders' equity	
Common stock; \$0.001 par value; 100,000,000 shares	
56,725,248 shares issued and outstanding	56,725
Additional paid-in capital	11,280,699
Accumulated deficit	(10,957,960)
Total stockholders' equity	379,464
Total liabilities and stockholders' equity	\$ 1,494,150

See Accompanying Notes to Consolidated Financial Statements



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CONSOLIDATED STATEMENTS OF OPERATIONS

	For the three months ended March 31, 2005	For the three months ended March 31, 2004
Revenues	\$ 254,730	\$ 59,513
Cost of revenues	70,065	22,455
Gross profit	184,665	37,058
Operating expenses		
Depreciation and amortization	68,683	14,047
Stock based compensation	198,000	--
Selling general and administrative	314,771	194,866
Total operating expenses	581,454	208,913
Loss before provision for income taxes	(396,789)	(171,855)
Other income (expense)	--	--
Total other income (expense)	--	--
Provision for income taxes	--	--
Net loss	\$ (396,789)	\$ (171,855)
Basic income (loss) per common share	\$ (0.01)	\$ (0.00)
Diluted income (loss) per common share	\$ (0.01)	\$ (0.00)
Basic weighted average common shares outstanding	56,725,248	48,715,000

See Accompanying Notes to Consolidated Financial Statements

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SKINVISIBLE, INC.  
CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

	Common Stock		Additional	Accumulated	Total
	Shares	Amount	Paid-in Capital	Deficit	Stockholders' Equity
Balance, December 31, 2004	55,625,248	55,625	11,083,799	(10,561,171)	578,253
Issuance of stock for services, \$ 0.18 per share	1,100,000	1,100	196,900	-	198,000
Net loss	--	--	--	(396,789)	(396,789)
Balance, March 31, 2005	56,725,248	\$ 56,725	\$ 11,280,699	\$ (10,957,960)	\$ 379,464

See Accompanying Notes to Consolidated Financial Statements

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CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the three months ended March 31, 2005	For the three months ended March 31, 2004
Cash flows from operating activities:		
Net loss	\$ (396,789)	\$ (171,855)
Adjustments to reconcile net loss to net cash provided (used) by operating activities:		
Depreciation and amortization	68,683	14,047
Stock based compensation	198,000	--
Changes in operating assets and liabilities:		
Change in inventory	29,572	(3,634)