

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

Odyssey Oil & Gas, Inc.  
Form 10QSB/A  
February 16, 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 the quarterly period ended September 30, 2006

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT

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

Commission file Number 333-106299

ODYSSEY OIL AND GAS, INC  
-----

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

ADVANCED SPORTS TECHNOLOGIES, INC.  
(Former Name of Registrant)

FLORIDA  
-----

(State or other jurisdiction of  
incorporation or organization)

65-1139235  
-----

(IRS Employer Identification No.)

5005 Riverway, Suite 440  
Houston, TX 77056  
Address of Principal Executive Offices

(713) 623-2219  
-----

(Issuer's telephone number)

Check whether the issuer: (1) filed all documents 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

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

The number of shares of the registrant's common stock, par value \$0.0001 per  
share, outstanding as of September 30, 2006 was 31,097,500 shares.

INTRODUCTORY NOTE

We are filing this Amendment to our Quarterly Report on Form 10-QSB for the  
Quarter ended September 30, 2006, which was originally filed on November 14,  
2006 pursuant to comments received from the Securities and Exchange Commission

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

relating to the valuation and classification of stock received in the disposal transaction with CARDIO BIO MEDICAL CORP. We have reclassified the gain recognized on the disposal of the discontinued operations to stockholders equity.

### TABLE OF CONTENT

PART I - FINANCIAL INFORMATION	
PART I. FINANCIAL INFORMATION	
Item 1.	Financial Statements and Condensed Notes - Quarter Ended September 30, 2006
Item 2.	Management's Discussion and Analysis or Plan of Operation
Item 3.	Controls and Procedures
PART II. OTHER INFORMATION	
Item 1.	Legal Proceedings
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds
Item 3.	Default Upon Senior Securities
Item 4.	Submission of Matters to a Vote of Security Holders
Item 5.	Other Information
Item 6.	Exhibits and Reports on Form 8-K
Signatures	

2

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)

### CONTENTS

PAGE	1	CONDENSED BALANCE SHEET AS OF SEPTEMBER 30, 2006 (UNAUDITED)
PAGE	2	CONDENSED STATEMENTS OF OPERATIONS FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2006 (RESTATED) AND 2005 AND FOR THE PERIOD FROM MAY 28, 2003 TO SEPTEMBER 30, 2006 (RESTATED) (UNAUDITED)
PAGES	3 - 4	CONDENSED STATEMENT OF STOCKHOLDERS' EQUITY FOR THE PERIOD FROM INCEPTION TO SEPTEMBER 30, 2006 (RESTATED) (UNAUDITED)
PAGES	5 - 6	CONDENSED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2006 (RESTATED) AND 2005 AND FOR THE PERIOD FROM MAY 28, 2003 TO SEPTEMBER 30, 2006 (RESTATED) (UNAUDITED)
PAGES	7 - 12	NOTES TO CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
CONDENSED BALANCE SHEET  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

ASSETS

Investment in Oil and Gas Leases \$ 223  
=====

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

Accounts payable \$ 40  
Loans payable and accrued interest - related parties 80  
-----  
Total Current Liabilities 120

STOCKHOLDERS' EQUITY

Preferred stock, \$0.0001 par value, 20,000,000 shares authorized, none issued and outstanding  
Common stock, \$0.0001 par value, 250,000,000 shares authorized, 31,097,500 shares issued and outstanding 3  
Additional paid-in capital 453  
Accumulated deficit during development stage (353)  
-----  
Total Stockholders' Equity 102  
-----

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY \$ 223  
=====

See accompanying notes to condensed financial statements.

1

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
CONDENSED STATEMENTS OF OPERATIONS  
(UNAUDITED)

	For the Three Months Ended September 30, 2006 (Restated)	For the Three Months Ended September 30, 2005	For the Nine Months Ended September 30, 2006 (Restated)
	-----	-----	-----
OPERATING EXPENSES			
General and administrative	\$ 6,880	\$ --	\$ 17,007
Professional fees	6,500	--	25,234
	-----	-----	-----
Total Operating Expenses	13,380	--	42,241
	-----	-----	-----
LOSS FROM CONTINUING OPERATIONS	(13,380)	--	(42,241)
OTHER INCOME (EXPENSE)			

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

Interest income	--	--	--
Interest expense	(3,343)	--	(4,312)
	-----	-----	-----
Total Other Expense	(3,343)	--	(4,312)
	-----	-----	-----
LOSS BEFORE DISCONTINUED OPERATIONS AND INCOME TAXES	(16,723)	--	(46,553)
Provision for Income Taxes	--	--	--
	-----	-----	-----
LOSS BEFORE DISCONTINUED OPERATIONS	(16,723)	--	(46,553)
DISCONTINUED OPERATIONS			
Loss from discontinued operations, net of taxes	--	(1,214,006)	(70,500)
	-----	-----	-----
NET LOSS	\$ (16,723)	\$ (1,214,006)	\$ (117,053)
	=====	=====	=====
LOSS PER COMMON SHARE - BASIC AND DILUTED			
Loss from continuing operations	\$ --	\$ --	\$ --
Loss from discontinued operations	--	(.05)	--
	-----	-----	-----
Net loss per share - basic and diluted	\$ --	\$ (.05)	\$ --
	=====	=====	=====
Weighted average number of shares outstanding during the period - basic and diluted	31,097,500	22,921,884	31,942,201
	=====	=====	=====

See accompanying notes to condensed financial statements.

2

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
CONDENSED STATEMENT OF STOCKHOLDERS' EQUITY  
FOR THE PERIOD FROM MAY 28, 2003 (INCEPTION) TO SEPTEMBER 30, 2006  
(UNAUDITED)

	Preferred Stock	
	Shares	Amount
	-----	-----
Common stock issued to founders for cash (\$0.10 per share)	-	\$ -
Common stock issued for license (\$0.10 per share)	-	-
Common stock issued to officer as compensation (\$0.10 per share)	-	-

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

Common stock issued for cash (\$0.10 per share)	-	-	
Common stock issued for cash (\$0.45 per share)	-	-	
Common stock issued to consultant for services (\$0.10 per share)	-	-	
Net loss for the period from May 28, 2003 (inception) to December 31, 2003	-	-	
	-----	-----	-----
Balance, December 31, 2003	-	-	
Common stock issued for cash (\$0.45 per share)	-	-	
Net loss, 2004	-	-	
	-----	-----	-----
Balance, December 31, 2004	-	-	
Common stock cancelled related to license rights (\$0.03 per share)	-	-	
	Additional		Accumulate
	Paid-In		Deficit Duri
	Capital		Developmen
	-----		Stage
	-----		-----
Common stock issued to founders for cash (\$0.10 per share)	\$	249	\$
		1,648,350	
Common stock issued for license (\$0.10 per share)			
Common stock issued to officer as compensation (\$0.10 per share)		711,787	
		79,920	
Common stock issued for cash (\$0.10 per share)		124,972	
Common stock issued for cash (\$0.45 per share)			
Common stock issued to consultant for services (\$0.10 per share)		819,180	
Net loss for the period from May 28, 2003 (inception) to December 31, 2003		-	(1,737,
		-----	-----
Balance, December 31, 2003		3,384,458	(1,737,
Common stock issued for cash (\$0.45 per share)		302,437	
Net loss, 2004		-	(551,
		-----	-----
Balance, December 31, 2004		3,686,895	(2,289,
Common stock cancelled related to license rights (\$0.03 per share)		(493,350)	

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

See accompanying notes to condensed financial statements.

3

ODYSSEY OIL & GAS, INC.  
 (A DEVELOPMENT STAGE COMPANY)  
 CONDENSED STATEMENT OF STOCKHOLDERS' EQUITY  
 FOR THE PERIOD FROM MAY 28, 2003 (INCEPTION) TO SEPTEMBER 30, 2006  
 (UNAUDITED)

	Preferred Stock Shares	Amount	
	-----	-----	-----
Common stock issued to officer for services (\$0.03 per share)	-	-	
Shares issued in reverse merger	-	-	
In-kind contribution	-	-	
Warrants issued for non-exclusive license	-	-	
Net loss, 2005	-	-	
	-----	-----	-----
Balance, December 31, 2005	-	-	
In-kind contribution	-	-	
Common stock cancelled in connection with exchange of ownership in CardioBioMedical Corporation to its original stockholders	-	-	
Common stock issued to purchase investment in oil and gas leases (\$.008 per share)	-	-	
Net loss during the nine months ended September 30, 2006	-	-	
	-----	-----	-----
BALANCE, SEPTEMBER 30, 2006 (RESTATED)	-	\$ -	
	=====	=====	=====
	-----	-----	-----
	Additional Paid-In Capital	Accumulate Deficit Duri Developmen Stage	
Common stock issued to officer for services	149,500	-	-

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

(\$0.03 per share)		
	(1,110)	-
Shares issued in reverse merger		-
	12,000	
In-kind contribution		-
	143,238	
Warrants issued for non- exclusive license		-
	-	(1,696,000)
Net loss, 2005	-----	-----
	3,497,173	(3,985,000)
Balance , December 31, 2005		-
	9,000	
In-kind contribution		-
Common stock cancelled in connection with exchange of ownership in CardioBioMedical Corporation to its original stockholders	(3,216,157)	3,749,000
Common stock issued to purchase investment in oil and gas leases (\$.008 per share)	163,000	-
	-	(117,000)
Net loss during the nine months ended September 30, 2006	-----	-----
	\$ 453,016	\$ (353,000)
BALANCE, SEPTEMBER 30, 2006 (RESTATED)	=====	=====

See accompanying notes to condensed financial statements.

4

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
CONDENSED STATEMENTS OF CASH FLOWS  
(UNAUDITED)

	For the Nine Months Ended September 30, 2006 (Restated)	For the Months September 2005
	-----	-----
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (117,053)	\$ (1,497,000)
Net loss from discontinued operations	(70,500)	(1,497,000)
	-----	-----
Loss from continuing operations	(46,553)	(1,497,000)
Adjustments to reconcile net loss to net cash used in operating activities:		
Changes in operating assets and liabilities:		
In-kind contribution	6,000	
Increase in accounts payable and accrued expenses	40,658	
Increase in accrued interest on loans payable - related parties	3,343	

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

Cash flow from operating activities in continuing operations	3,448	1,450
Cash flow from operating activities in discontinued operations	(81,847)	(47,399)
Net Cash Used In Operating Activities	(78,399)	(47,399)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loans payable - related parties	76,701	76,701
Net Cash Provided By Financing Activities	76,701	76,701
NET DECREASE IN CASH	(1,698)	(47,399)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	1,698	48,798
CASH AND CASH EQUIVALENTS AT END OF PERIOD	\$ --	\$ 1,400

See accompanying notes to condensed financial statements.

5

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
CONDENSED STATEMENTS OF CASH FLOWS  
(UNAUDITED)

	For the Nine Months Ended September 30, 2006 (Restated)	For the Nine Months Ended September 30, 2005
	-----	-----
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid for income taxes	\$ 456	\$ 456
Cash paid for interest	\$ --	\$ --

SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:

On April 21, 2006, the Company issued 20 million shares of common stock to purchase a 10% working interest in oil and gas leases in Texas for \$165,000 from a related public company.

On April 21, 2006, the Company exchanged all of its ownership in CardioBioMedical Corporation to the original stockholders for 22,077,509 common shares of Odyssey and the warrant issued to purchase 6,500,000 shares of the Company's common stock was cancelled.



ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
NOTES TO FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION

(A) Basis of Presentation

The accompanying unaudited condensed financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America and the rules and regulations of the Securities and Exchange Commission for interim financial information. Accordingly, they do not include all the information necessary for a comprehensive presentation of financial position and results of operations.

It is management's opinion, however, that all material adjustments (consisting of normal recurring adjustments) have been made which are necessary for a fair financial statements presentation. The results for the interim period are not necessarily indicative of the results to be expected for the year.

For further information, refer to the financial statements and footnotes included in the Company's Form 10-KSB for the year ended December 31, 2005.

On April 21, 2006, the ownership of CardioBioMedical Corporation was exchanged for 22,077,509 shares of Odyssey common stock to the original stockholders. Accordingly, all current and prior period amounts relating to the operations of CardioBioMedical Corporation have been reflected as discontinued operations.

The financial statements for 2006 include the accounts of Odyssey Oil & Gas, Inc. (F/K/A Advanced Sports Technologies, Inc.) and CardioBioMedical Corporation (a development stage company) through the date of the sale of the assets on April 21, 2006. The financial statements for 2005 include the accounts of CardioBioMedical Corporation. All intercompany accounts during periods of consolidation have been eliminated.

Odyssey Oil & Gas, Inc. (F/K/A Advanced Sports Technologies, Inc.) is hereafter referred to as the "Company."

As a result of the transactions referred to in Note 5(D), Centurion Gold Holdings, Inc., a related public company, owns approximately 64% of the Company.

(B) Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reported

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

period. Actual results could differ from those estimates.

7

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
NOTES TO FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

(C) Investment in Oil and Gas Leases

The Company follows the successful efforts method of accounting for its oil and gas operations. Under this method, all property acquisition costs and costs of exploratory and development wells are capitalized when incurred, pending determination of whether an individual well has found proved reserves. If it is determined that a well has not found proved reserves, the costs of drilling the well are expensed. The costs of development wells are capitalized whether productive or nonproductive. Geological and geophysical costs on exploratory prospects and the costs of carrying and retaining unproved properties are expensed as incurred. An impairment allowance is provided to the extent that capitalized costs of unproved properties, on a property-by property basis, are not considered to be realizable. Depletion, depreciation and amortization ("DD&A") of capitalized costs of proved oil and gas properties is provided on a property- by property basis using the units of production method. The computation of DD&A takes into consideration dismantlement, restoration and abandonment costs and the anticipated proceeds from equipment salvage. The estimated dismantlement, restoration and abandonment costs are expected to be substantially offset by the estimated residual value of the lease and well equipment. An impairment loss is recorded if the net capitalized costs of proved oil and gas properties exceed the aggregate undiscounted future net revenues determined on a property-by-property basis. The impairment loss recognized equals the excess of net capitalized costs over the related fair value determined on a property-by-property basis.

(D) Loss Per Share

Basic and diluted net loss per common share is computed based upon the weighted average common shares outstanding as defined by Financial Accounting Standards No. 128, "Earnings Per Share." As of September 30, 2006, there were no common stock equivalents outstanding. As of September 30, 2005, the assumed exercise of 6,500,000 warrants was anti-dilutive and not included in the computation of dilutive loss per share.

NOTE 2 RESTATEMENT

The financial statements have been restated to correct an error related to the gain recognized on the disposal of the CardioBioMedical Corporation subsidiary.

The following table presents the effect of changes in the statements of operations and cash flows caused by the restatement:

8

ODYSSEY OIL & GAS, INC.

# Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

(A DEVELOPMENT STAGE COMPANY)  
 NOTES TO FINANCIAL STATEMENTS  
 AS OF SEPTEMBER 30, 2006  
 (UNAUDITED)

Statement of Operations:

For the Three Months  
 Ended September 30, 2006

	As Originally Reported	As Restated for Correction of Errors	As Restated	As Originally Reported
	-----	-----	-----	-----
Loss from continuing operations	\$ (16,723)	\$ --	\$ (16,723)	\$ (46,553)
Income (loss) from discontinued operations, net of taxes	--	--	--	3,678,952
Net loss	(16,723)	--	(16,723)	3,632,399
Basic and diluted net earnings (loss) per common share:				
Continuing operations	--	--	--	--
Discontinued operations	--	--	--	0.12
	-----	-----	-----	-----
Total	--	--	--	0.12
	=====	=====	=====	=====

Statement of Cash Flows:

	As Originally Reported	For the Ended Sept As Cor of
	-----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income (loss)	\$ 3,632,399	\$ (
Net income (loss) from discontinued operations	3,678,952	(
	-----	-----
Loss from continuing operations	(46,553)	
Adjustments to reconcile net loss to net cash used in operating activities:		
Changes in operating assets and liabilities:		
In-kind contribution	6,000	
Increase in accounts payable and accrued expenses	40,658	
Increase in accrued interest on loans payable - related parties	3,343	
	-----	-----
Cash flow from operating activities in continuing operations	3,448	
Cash flow from operating activities in discontinued operations	(81,847)	
	-----	-----
Net Cash Used In Operating Activities	(78,399)	
	-----	-----
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Loans payable - related parties	76,701	
	-----	-----
Net Cash Provided By Financing Activities	76,701	
	-----	-----
<b>NET DECREASE IN CASH</b>		(1,698)

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	1,698	
	-----	-----
CASH AND CASH EQUIVALENTS AT END OF PERIOD	\$ --	\$
	=====	=====

9

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
NOTES TO FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

NOTE 3 INVESTMENT IN OIL AND GAS LEASES

On April 21, 2006, the Company issued 20 million shares of common stock to purchase a 10% working interest in oil and gas leases in Texas for \$165,000 (\$.008 per share) from Centurion Gold Holdings, Inc., a related public company. The investment was recorded at historical cost equal to the amount recorded by Centurion Gold Holdings, Inc. The investment is being accounted for under the cost method of accounting. During the nine months ended September 30, 2006, an additional \$58,229 was paid for the Company's share of oil well development costs (See Note 4).

NOTE 4 LOANS PAYABLE - RELATED PARTIES

During the nine months ended September 30, 2006, an affiliated party advanced the Company an additional \$58,229 and a third party advanced an additional \$18,472 for operating and oil well development expenses. The advances are unsecured, bear interest at 10% per annum and are due on demand. Loans payable - related parties include accrued interest of \$3,343.

NOTE 5 STOCKHOLDERS' EQUITY

(A) Common Stock Issued for Cash

During 2003, the Company issued 2,500 shares of common stock to its founder for cash of \$250 (\$0.10 per share).

During 2003, the Company issued 800,000 shares of common stock for cash of \$80,000 (\$0.10 per share).

During 2003, the Company issued 277,778 shares of common stock for cash of \$125,000 (\$0.45 per share).

During 2004, the Company issued 672,231 shares of common stock for cash of \$302,503 (\$0.45 per share).

During 2005, the Company issued 11,097,500 shares of common stock to the stockholders of Advanced Sports upon completion of the merger with CardioBioMedical Corporation.

10

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
NOTES TO FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

### (B) Common Stock Issued for Services

During 2003, the Company issued 7,125,000 shares of common stock for officer compensation valued for financial accounting purposes at \$712,500 (\$0.10 per share) based upon recent cash offering prices. During 2003, the Company issued 16,500,000 shares of common stock for licensing rights valued for financial accounting purposes at \$1,650,000 (\$0.10 per share) based upon recent cash offering prices. During 2005, these 16,500,000 shares of common stock were cancelled pursuant to an agreement dated September 16, 2005. Under the terms of this agreement, a nontransferable warrant for 6,500,000 common shares at \$ .01 per share was issued. This warrant is exercisable between January 1, 2007 and December 31, 2014. The fair value of the warrants was estimated on the grant date using the Black-Scholes option pricing model as required by SFAS 123 with the following assumptions: expected dividend yield 0%, volatility 1%, risk-free interest rate of return of 3.28% and expected life of 7 years. The value of \$143,238 was recorded as intangible license rights and will be amortized over the patent life of approximately 14 years.

During 2003, the Company issued 8,200,000 shares of common stock for consulting services valued for financial accounting purposes at \$820,000 (\$0.10 per share) based upon recent cash offering prices.

During 2005, the Company issued 5,000,000 shares of common stock to its Chief Executive Officer and President in recognition and consideration of his service as an officer and director of the Company since June 2003 and his contributions to the progress and development of the Company, for which service and contributions he has not been compensated prior to the date of issuance of these shares. For financial accounting purposes, these shares were valued at \$150,000 (\$0.03 per share) based upon recent market prices of the Company.

### (C) In-Kind Contribution

During 2006, the Company recorded additional paid-in capital of \$9,000 for the fair value of rent contributed to the Company by its president.

During 2005, the Company recorded additional paid-in capital of \$12,000 for the fair value of rent contributed to the Company by its president.

### (D) Other

On April 21, 2006, the Company exchanged all of its ownership in CardioBioMedical Corporation to the original stockholders for 22,077,509 common shares of Odyssey and the warrant issued to purchase 6,500,000 shares of the Company's common stock was cancelled based on the net book value of assets and liabilities on the date of exchange.

On April 21, 2006, the Company issued 20 million shares of common stock to purchase a 10% working interest in certain gas and oil leases in Texas for \$165,000 (\$.008 per share) from Centurion Gold Holdings, Inc., a related public company (See Note 3).

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

ODYSSEY OIL & GAS, INC.  
(A DEVELOPMENT STAGE COMPANY)  
NOTES TO FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2006  
(UNAUDITED)

### NOTE 6 RELATED PARTY TRANSACTIONS

See Notes 3, 4 and 5.

### NOTE 7 DISCONTINUED OPERATIONS

On April 21, 2006, the ownership of CardioBioMedical Corporation was exchanged for 22,077,509 shares of Odyssey common stock to the original stockholders. Accordingly, all current and prior period amounts relating to the operations of CardioBioMedical Corporation have been reclassified to conform to this presentation. The net book value of assets and liabilities of CardioBioMedical Corporation was recorded as a distribution on the date of exchange. The loss from discontinued operations was equal to operating expenses of CardioBioMedical Corporation for the period January 1, 2006 to April 21, 2006, the date of exchange.

### NOTE 8 GOING CONCERN

As reflected in the accompanying financial statements, the Company is in the development stage with a working capital deficiency of \$120,701 and an accumulated deficit of \$353,598 as of September 30, 2006 and a negative cash flow from operations of \$78,399 for the nine months ended September 30, 2006. These factors raise substantial doubt about its ability to continue as a going concern. The ability of the Company to continue as a going concern is dependent on the Company's ability to raise additional capital and implement its business plan. The financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern.

On April 21, 2006, the Company acquired a 10% working interest in certain gas and oil leases in Texas. The Company's portion of the capital requirement to finish the well was \$58,229. This capital requirement was paid by an affiliated party (See Note 4). Management anticipates the well will produce cash flow in the fourth quarter of 2006 sufficient to ensure the Company will continue as a going concern.

12

### FORWARD LOOKING STATEMENT

Certain statements contained in this discussion and analysis or incorporated herein by reference that are not related to historical results are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Statements that are predictive, that depend upon or refer to future events or conditions, and/or that include words such as "expects," "anticipates," "intends," "plans," "believes," "estimates," "hopes," and similar expressions constitute forward-looking statements. In addition, any statements concerning future financial performance (including future revenues, earnings or growth rates), business strategies or prospects, or possible future actions by us are also forward-looking statements.

These forward-looking statements are based on beliefs of our management as well

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

as current expectations, projections, assumptions and information currently available to the Company and are subject to certain risks and uncertainties that could cause actual results to differ materially from historical results or those anticipated or implied by such forward-looking statements. Should one or more of those risks or uncertainties materialize or should underlying expectations, projections and assumptions prove incorrect, actual results may vary materially from those described. Those events and uncertainties are difficult to predict accurately and many are beyond our control. We assume no obligation to update these forward-looking statements to reflect events or circumstances that occur after the date of these statements except as specifically required by law.

Accordingly, past results and trends should not be used to anticipate future results or trends.

### Item 2. Management Discussion and Analysis / Plan of Operation

#### Overview

The Company was formed in Florida in August 2001 with the plan of becoming a direct marketing company that developed and marketed premium-quality, premium-priced, branded fitness and exercise equipment to the home fitness equipment market. Our original business plan included marketing products directly to consumers through a variety of direct marketing channels.

As an initial step, the Company licensed the rights to a portable gym subject to patent protection in the United States, which was eligible to be marketed under the trademark Better Buns. It was the Company's intention for this product to be its first direct-marketed product. The Company was unsuccessful in its attempts to raise funding to pursue this goal and in May 2005, received notice that it was in breach of its license agreement for the Better Buns product and that the license was being terminated. Since inception to date, the Company has not generated any revenues through the sale of the Better Buns product or otherwise, and has not engaged in any marketing activities due to limited funds and resources.

In September 2005, the Company changed focus in connection with the Merger of a wholly-owned subsidiary of the Company and CardioBioMedical Corporation ("CBM"), a Delaware corporation. The subsidiary merged with and into CBM, with CBM as the surviving corporation which became a subsidiary of the Company. The consideration for the merger consisted of 22,077,509 shares of the Company common stock, \$.0001 par value, payable on a one-for-one basis to the consenting shareholders of CBM and a warrant, exercisable beginning January 1, 2007 and ending December 31, 2014 to purchase 6,500,000 shares of the Company common stock at a purchase price of \$.01 per share payable to the sole warrant holder of CBM in exchange for an equivalent CBM warrant. The new objective of the Company was to establish a medical device, the Cardio Spectrum Diagnostic System as the standard of care for the detection of early-stage ischemic heart disease. The Company's strategy consisted of attempting to (i) obtain insurance reimbursement for performance of the diagnostic test, (ii) establish the device with cardiologists and finally (iii) gain acceptance and use by other physician specialties and hospitals. The Company was unsuccessful in its attempts to obtain insurance reimbursement and marketing CSD.

On April 21, 2006, our Board of Directors authorized the purchase (the "Purchase") of a ten percent (10%) working interest in an oil exploration project in the BBB Area, Wharton, Texas from Centurion Gold Holdings, Inc., a related public company. Presently, the business operations of BBB Area constitute all of the business operations of the Company. As a result of the Purchase, the Company disposed of CBM and returned to treasury 22,077,509 shares of the issued and outstanding common stock and canceled the warrant to purchase 6,500,000 shares of the Company's common stock at a purchase price of \$.01 per share.

Critical Accounting Policies and Changes to Accounting Policies

The Company historically has utilized the following critical accounting policies in making its more significant judgments and estimates used in the preparation of its financial statements:

**Use of Estimates.** In preparing financial statements in conformity with accounting principles generally accepted in the United States, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

**Income Taxes.** The Company accounts for income taxes under Statement of Financial Accounting Standards No. 109, Accounting for Income Taxes ("Statement 109"). Under Statement 109, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

Under Statement 109, the effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date.

Recent Developments

On April 21, 2006, our Board of Directors authorized the purchase (the "Purchase") of a ten percent (10%) working interest in an oil exploration project in the BBB Area, Wharton, Texas (the "Working Interest") from Centurion Gold Holdings, Inc., a related public company ("Centurion"). As a result of the Purchase, the Company disposed of CBM and returned to treasury 22,077,509 shares of the issued and outstanding common stock and canceled a warrant to purchase 6,500,000 shares of the Company's common stock at a purchase price of \$.01 per share.

The sellers of the Working Interest received an aggregate of 20,000,000 restricted shares of the common stock of the Company, leaving a total of 31,097,500 shares of common stock issued and outstanding immediately following the Purchase and the subsequent disposition of CBM.

Immediately prior to the Purchase, the former member of the Company's Board of Directors resigned and Arthur V. Johnson was appointed to the Board and to serve as President and Secretary.

On April 20, 2006, in connection with the Purchase, the Company changed its name from Advanced Sports Technologies, Inc. ("AST") to Odyssey Oil & Gas, Inc. The Company also increased its authorized shares to two hundred and seventy million (270,000,000) shares of stock, consisting of 250,000,000 shares of common stock and 20,000,000 shares of preferred stock.

On April 21, 2006, a change in control occurred as a result of the Purchase, as set forth in the Stock Purchase Agreement dated April 21, 2006 between the Company and the owners of the Working Interest, a copy which has been filed with the Form 8-K/A dated May 1, 2006. Centurion now owns approximately 64% of the Company.



## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

On June 8, 2006, an affiliated party advanced the Company an additional \$58,229 and a third party advanced an additional \$11,151 for operating and oil well development expenses. Such loans are non-interest bearing, unsecured and due on demand.

On August 8, 2006, Global Investment Group, Inc., an unrelated third party, loaned the Company an additional \$15,522.68, of which \$12,522.68 was received and used to pay current payables. Such loan is non-interest bearing.

During October 2006 Global Investment Group, Inc. an unrelated third party, loaned the Company an additional \$1,506,207 to pay current payables. Such loan is non-interest bearing unsecured and due on demand.

16

### Plan of Operations

The Company has not generated any revenues from operations since its inception. The Company initially intended to generate revenue through the licensing and sale of a portable patented gym product, but the license to such product was terminated due to the Company's failure to make minimum royalty payments. Through April 7, 2006, the Company had not been successful in raising capital for the development, marketing or sale of any other products. The Company then adopted a new strategy through the merger with CBM, however, the Company was unsuccessful in obtaining insurance reimbursement for, and marketing CBM's medical device, so CBM was disposed of.

Having been unsuccessful at raising sufficient capital to implement the new strategy, the Company was forced to seek opportunities outside of its new corporate focus by purchasing the Working Interest. Presently, all of the business operations of the Company consist solely of its ownership of the Working Interest and the Company intends to devote its energy to the exploration and exploitation of the well in the BBB Area. In order to complete the well for production, the Company paid approximately \$59,000 for its share of the costs of the Working Interest. It was able to raise this amount from a related party and the payments were made in the second quarter of 2006. The Leslie #1 well has been linked up to the pipelines and gas started flowing on October 1, 2006. The first full month of production was October 2006. Management expects the first revenues to be paid to the Company during November 2006. Going forward the Company's business will be focused on the exploration and exploitation of the BBB Area. A third party also advanced the Company's \$16,972 for operating and oil well development expenses. Future activities will be dependent upon the Company's ability to raise additional funds. Our auditors have raised substantial doubt about the Company's ability to continue as a going concern. Although no assurances can be given, management anticipates that the well in the BBB Area will produce cash flow in the third quarter of 2006 sufficient to ensure that the Company will be able to continue as a going concern. The Company does not have enough cash to continue for the next 12 months.

### Off-Balance Sheet Arrangements

The Company is not a party to any off-balance sheet arrangements.

### Description of Property

The Company does not own any real property other than its 10% interest in the BBB Area.

The current location of the Company is 5005 Riverway, Suite 440 Houston, TX 77056.

## Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

### Item 3. Controls and Procedures.

The Company maintains disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) promulgated under the Exchange Act) that are designed to ensure that information required to be disclosed in the company's Exchange Act reports is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and that such information is accumulated and communicated to the company's management, including its Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure.

Our Chief Executive Officer and Chief Financial Officer performed an evaluation of the effectiveness of the design and operation of the company's disclosure controls and procedures as of the end of the period covered by this quarterly report. Based upon that evaluation, the Chief Executive Officer and the Chief Financial Officer concluded that the company's disclosure controls and procedures were effective.

Such evaluation did not identify any change in the company's internal control over financial reporting during the quarter ended September 30, 2006 that has materially affected, or is reasonably likely to materially affect, the company's internal control over financial reporting.

## PART II-OTHER INFORMATION

### Item 1. Legal Proceedings

We are not party to any legal proceedings as of the date of this Form 10QSB.

17

### Item 2. Unregistered Sales of Equity Securities and Use of Proceeds

N/A

### Item 3. Defaults Upon Senior Securities

Not applicable.

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

Not. Applicable

### Item 5. Other Information

Not. Applicable

### Item 6. Exhibits and Reports on Form 8-K.

#### a) Exhibits:

- 31 Certification of Chief Executive Officer and Chief Financial Officer pursuant to Rule 13a-15(e) and 15(d)-15(e) of the Securities Exchange Act of 1934, as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
- 32 Certification of Chief Executive Officer and Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

Edgar Filing: Odyssey Oil & Gas, Inc. - Form 10QSB/A

b) Reports on Form 8-K

The Company has not filed any Current Reports on Form 8-K during the quarter ended September 2006

18

SIGNATURES

In accordance with the requirements of the Exchange Act, the registrant caused this report to be signed on its behalf of the undersigned, thereunto duly authorized.

ODYSSEY OIL & GAS, INC

By: /s/ Arthur Johnson

-----  
Arthur Johnson  
Principal Executive Officer,  
President and Director

19