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United States
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 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 December 31, 2003

☐ **Transition report pursuant to Section 13 or 15(d) of the Exchange Act**

Transition period _____ to _____
Commission file number 000-32663

BIMS RENEWABLE ENERGY INC.

(FORMELY BIOMASSE INTERNATIONAL, INC.)

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

Florida
(State or other jurisdiction of
incorporation or organization)

65-0909206
(I.R.S. Employer Identification No.)

14 Place du Commerce, Suite 388, Montréal, Quebec, Canada H3E 1T5
(Address of principal executive offices)

(514) 362-8188
(Registrant's telephone number)

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, and (2) has been subject to such filing requirements for the past 90 days.

YES ☒ NO ☐

As of February 10, 2003 the Registrant had 33,179,897 shares of its Common Stock outstanding

Transitional Small Business Disclosure Format: YES ☐ NO ☒

SEC 2334 (1/04) Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

BIMS RENEWABLE ENERGY INC.
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For the Quarter ended December 31, 2003

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PART I FINANCIAL INFORMATION

Item 1. Financial Statements

BIMS RENEWABLE ENERGY, INC. (A COMPANY IN THE DEVELOPMENT STAGE) BALANCE SHEET (Unaudited)

	December 31, 2003
<u>Assets</u>	
Current Assets	
Cash and cash equivalents	\$ 25,381
Receivables	33,096
Other current assets	147,138
Total current assets	205,615
Property and equipment, net	64,214
Total assets	\$ 269,829
<u>Liabilities and Shareholder's Equity</u>	
Current Liabilities	
Accounts payable and accrued expenses	\$ 435,963
Accrued salaries and payroll related benefits	626,023
Customer deposits	30,534
Loan payable	19,084
Short term borrowing - related party	558,760
Legal judgement liability	444,729
Other current liabilities	34,960
Total current liabilities	2,150,053
Shareholder's Equity	
Common Stock, class A, \$1.00 par value; authorized 5,000,000 shares; issued and outstanding 0 in 2003 and 2002	-
Common Stock, class B, \$.001 par value; authorized in 2002 - 55,000,000 shares; issued and outstanding 55,000,000 authorized in 2003 - 125,000,000; issued and outstanding 26,205,563	26,206
Paid in Capital	1,662,015
Deficit accumulated during the development stage	(3,485,511)
Accumulated other comprehensive income/(loss)	
Foreign currency translation	(82,934)
Total Shareholder's Equity	(1,880,224)
Total liabilities and shareholder's equity	\$ 269,829

Read the accompanying summary of significant accounting notes to financial statements, which are an integral part of this financial statement.

BIMS RENEWABLE ENERGY, INC.
(A COMPANY IN THE DEVELOPMENT STAGE)
STATEMENT OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002
FROM INCEPTION (MARCH 19, 1999) THROUGH DECEMBER 31, 2003

	Three months ended December 31,		Inception (March 19, 1999) through December 31, 2003
	2003	2002	
	(Unaudited)	(Unaudited)	(Unaudited)
Revenues:	\$ -	\$ -	\$ 71,866
Cost of Revenues:	-	-	60,535
Gross Profit	-	-	11,331
Operating Expenses:			
Travel	17,269	-	108,595
Professional fees	79,485	2,500	374,691
Consulting fees	101,158	-	1,227,342
Salaries and payroll related benefits	132,144	63,062	819,653
Rent	8,000	1,858	60,223
Depreciation	2,814	2,110	17,051
Amortization	-	5,500	97,472
Loss on write off on impaired intangible	-	-	12,528
Loss on impairment of asset	-	-	200,000
Selling, general and administrative expenses	48,437	3,843	384,332
	389,307	78,873	3,301,887
Operating Loss	(389,307)	(78,873)	(3,290,556)
Other Income/(Expense)			
Interest Income - (principally related party)	26	-	899
Interest Expense	(703)	-	(196,913)
Foreign exchange	-	-	1,059
Total Other Income	(676)	-	(194,955)
Net Loss	(389,983)	(78,873)	(3,485,511)
Basic weighted average common shares outstanding	23,323,370	916,667	
Basic and diluted income(loss) per common share	\$ (0.02)	\$ (0.09)	

Read the accompanying summary of significant accounting notes to financial statements, which are an integral part of this financial statement.

BIMS RENEWABLE ENERGY, INC.
(A COMPANY IN THE DEVELOPMENT STAGE)
STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002
FROM INCEPTION (MARCH 19, 1999) THROUGH DECEMBER 31, 2003

	Three months ended December 31,		Inception (March 19, 1999) through December 31, 2003
	2003	2002	
	(Unaudited)	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net Income (Loss)	\$(389,983)	\$(78,873)	\$(3,485,511)
Adjustments to reconcile net income (loss) to net cash used in operating activities:			
Depreciation and amortization	2,814	7,610	114,523
Loss on abandonment of property	-	-	1,187
Rent expense offset to paid in capital	-	-	5,000
Issuance of shares for consulting services	3,750	-	535,342
Issuance of warrants for advisory services	-	-	10,000
Issuance of options for professional services	-	-	6,000
Loss on write off on impaired intangible	-	-	12,528
Loss on impairment of asset	-	-	200,000
Changes in Operating assets and liabilities:			-
Receivables	(5,896)	-	(33,096)
Other Current Assets	(67,139)	-	(147,139)
Other Assets	924	-	0
Legal judgement liability	(10,000)	-	444,729
Accounts Payable and Accrued Liabilities	345,202	71,263	1,557,912
Net cash provided by/(used in) operating activities	(120,327)	-	(778,525)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property and equipment	(13,877)	-	(84,345)
Net cash provided by/(used in) investing activities	(13,877)	-	(84,345)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from:			
Notes payable, principally related parties	-	-	56,566
Short term borrowings - related parties	(25,253)	-	558,760
Loan payable	(6,765)	-	(5,077)
Purchase of treasury stock	-	-	(4,500)
Exercise of warrants	-	-	1,325
Sales of common stock	-	-	281,177
Net cash provided by/(used in) financing activities	(32,019)	-	888,251
Net increase (decrease) in cash and cash equivalents	(166,223)	-	25,381
Cash and cash equivalents, beginning of period	191,603	314	-
Cash and cash equivalents, end of period	<u>\$ 25,381</u>	<u>\$ 314</u>	<u>\$ 25,381</u>

(continued)

Read the accompanying summary of significant accounting notes to financial statements, which are an integral part of this financial statement.

BIMS RENEWABLE ENERGY, INC.
(A COMPANY IN THE DEVELOPMENT STAGE)
STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002
FROM INCEPTION (MARCH 19, 1999) THROUGH DECEMBER 31, 2003

	Three months ended December 31,		Inception (March 19, 1999) through
	2003	2002	December 31, 2003
	(Unaudited)	(Unaudited)	(Unaudited)
Supplemental Schedule of noncash investing and financing activities:			
Issuance of 588,000 shares of common stock for license rights from affiliate (recorded at predecessor basis)			110,000
Issuance of 306,000 shares of common stock for equipment from affiliate (recorded at predecessor basis)			200,000
Issuance of 56,565 shares of common stock in settlement of note payable (related party)			56,566
Issuance of 5,000,000 shares of common stock in settlement of liabilities (related party)			122,429

Read the accompanying summary of significant accounting notes to financial statements, which are an integral part of this financial statement.

BIMS RENEWABLE ENERGY, INC.
(A COMPANY IN THE DEVELOPMENT STAGE)
NOTES TO FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002

NOTE 1 –BASIS OF PRESENTATION

The accompanying unaudited financial statements of Bims Renewable Energy, Inc. have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-QSB and Article 10 of Regulation S-X. The financial statements reflect all adjustments consisting of normal recurring adjustments which, in the opinion of management, are necessary for a fair presentation of the results for the periods shown. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements.

These financial statements should be read in conjunction with the audited financial statements and footnotes thereto included in Bims Renewable Energy, Inc.'s form 10-KSB as filed with the Securities and Exchange Commission.

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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and that effect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – EARNINGS (LOSS) PER SHARE

Earnings (Loss) per common share are calculated under the provisions of SFAS No. 128, "Earnings per Share," which establishes standards for computing and presenting earnings per share. SFAS No. 128 requires the Company to report both basic earnings (loss) per share, which is based on the weighted-average number of common shares outstanding during the period, and diluted earnings (loss) per share, which is based on the weighted-average number of common shares outstanding plus all potential dilutive common shares outstanding. Options and warrants are not considered in calculating diluted earnings (loss) per share since considering such items would have an anti-dilutive effect.

NOTE 3 – GOING CONCERN

The accompanying financial statements have been prepared assuming the Company will continue as a going concern. The Company reported a net loss of \$389,983 for the three months ended December 31, 2003 (unaudited) as well as reporting net losses of \$3,485,511 from inception (March 19, 1999) to December 31, 2003 (unaudited). As reported on the statement of cash flows, the Company has incurred negative cash flows from operating activities of \$778,526 from inception (March 19, 1999) (unaudited). Continuation of the Company as a going concern is dependent upon obtaining sufficient working capital for its planned activity. Additional capital and/or borrowings will be necessary in order for the Company to continue in existence until attaining and sustaining profitable operations. The Company is aggressively pursuing strategic alliances which will bring a cash infusion, restructuring and a forward looking business plan.

Item 2. Plan of Operations

The following discussion should be read in conjunction with the financial statements and related notes that are included under Item 1. Statements made below which are not historical facts are forward-looking statements. Forward-looking statements involve a number of risks and uncertainties including, but not limited to, general economic conditions, our ability to complete development and then market our services, competitive factors and other risk factors as stated in other of our public filings with the Securities and Exchange Commission.

Our main business purpose is to provide industries with the most practical, economical and efficient way of disposing of the sludge they produce as a by-product of their operations. Our proprietary technology also allows us to give enhanced value to the waste sludge and other residues generated by their wastewater treatment systems. We own a process to convert, by combustion, in an environmentally safe manner, the waste residue produced into steam. We intend to profit by charging for the disposal of sludge by converting it to steam, which will be less than they are currently paying for shipping and storage of waste sludge. As an added benefit, it can, in turn, use the steam as energy thereby creating a low cost, clean energy source.

We have signed an agreement with EcoloMondo inc., of Contrecoeur, Quebec, for the purchase of all their assets. We are currently in the financing phase of this acquisition, and the final agreement should be signed in June, 2004. We have signed an agreement for a private investment in the amount of \$10,000,000 CDN. This agreement should be finalised before June, 2004.

Liquidity

As reflected in our December 31, 2003 balance sheet, we have minimal cash on hand. The Company's operations are not generating sufficient cash to maintain its present operations. The Company had a negative working capital of approximately \$1,944,438 at December 31, 2003. The Company has reviewed all non-essential activities and expenditures and has aggressively curtailed these items to assist in reducing the cash used in operating activities. Monthly operating expenses including salaries, rent, communications, travel, consulting, and professional fees and other general and administrative are approximately \$130,000, including executive and management salaries of approximately \$60,000 per month. When we listed on the OTC Bulletin Board, the number of our employees increased to four, and now we have increased to six employees. We have several options to fund the above monthly expenditures: In our form contract with potential customers, we are requiring a deposit with the signing of the contract of approximately one months revenue. These deposits will then contribute to the satisfying our overall monthly expenditures; The acquisition of EcoloMondo assets are expected to generate positive cash flow within 6 months after the acquisition which is currently expected to close in June 2004. Additional capital and/or borrowings will be necessary in order for the Company to continue in existence until attaining and sustaining profitable operations. The Company is aggressively pursuing strategic alliances to bring a cash infusion, restructuring and a forward looking business plan. No assurances can be made that the Company will successfully implement its plans

Item 3. Controls and Procedures

The Company's chief executive officer and chief financial officer has evaluated the effectiveness of the Company's disclosure controls and procedures as of December 31, 2003 (the "Evaluation"). Based on this evaluation, he concluded that the disclosure controls and procedures are effective for gathering, analyzing and disclosing the information the Company is required to disclose in the reports it files under the Securities Exchange Act of 1934, within the time periods specified in the Securities and Exchange Commission's rule and forms. There were no changes in the Company's internal controls over financial reporting that occurred during the quarter ended December 31, 2003, that have materially affected, or is reasonably likely to materially affect, the Company's internal controls over financial reporting.

PART II OTHER INFORMATION

Item 1. Legal Proceedings

Convertible Debenture

The Company entered into an agreement to secure financing whereby the Company received \$250,000 US at the signing of a 12% secured convertible debenture. The debenture was convertible into common stock at a conversion price of the lesser of \$.225 or the average of the lowest 3 inter-day trading prices during the 20 trading days immediately prior to the conversion date discounted by 50%. The debenture holder would also receive for each \$1.00 of debenture investment, warrants to purchase 3 shares of the Company's common stock. The warrant term was for three years. The exercise price of the warrant is the lesser of \$0.107, subject to adjustment under certain antidilution provisions, and the average of the lowest three inter-day trading prices for our common stock during the twenty trading day period ending one trading day prior to the date of exercise. The debenture holder filed suit against the Company for non compliance with the terms of the agreement and on June 04, 2003 received a default judgement against the Company totaling \$454,729.12 which included \$13,057 of legal fees. In November 2003, the company have signed a forbearance agreement for the repayment of the debt.

Item 2. Changes in Securities

None.

Item 3. Defaults Upon Senior Securities

None.

Item 4. Submission of Matters to Vote of Security Holders

None

Item 5. Other Information

None

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

(a) Exhibits

Exhibit 31.1 – Certification required by Rule 13a-14(a) or Rule 15d-14(a), Renaud

Exhibit 32.1 – Certification Required by Rule 13d-14(b) or Rule 15d-14(b) and section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. Section 1350, Renaud

(b) Reports of Form 8-K

The Company filed a report on Form 8-K under Item 5 on November 21, 2003 concerning re-organization of the Company and management.

SIGNATURES

In accordance with Section 13 or 15(d) of the 1934 Exchange Act, the registrant caused this report to be signed on its behalf by the undersigned, thereto duly authorized.

BIMS RENEWABLE ENERGY, INC.

/s/ Yves C. Renaud
By: _____
Yves C. Renaud, President and CFO

Date: February 10, 2004

CERTIFICATION

I, Yves C. Renaud, certify that:

- (1) I have reviewed this Form 10-QSB of BIMS Renewable Energy Inc.;
- (2) Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- (3) Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the small business issuer as of, and for, the periods presented in this report;
- (4) The small business issuer's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the small business issuer and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - (d) Disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter (the small business issuer's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and
- (5) The small business issuer's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the small business issuer's auditors and the audit committee of the small business issuer's board of directors (or persons performing the equivalent functions):
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

/s/ Yves C. Renaud
Yves C. Renaud
Director, President, CFO

Date: February 10, 2004

CERTIFICATION PURSUANT TO THE SARBANES-OXLEY ACT
18 U.S.C. SECTION 1350
AS ADOPTED PURSUANT TO SECTION 906
OF THE SARBANES-OXLEY ACT OF 2002

I, Yves C. Renaud, Director, President, and CFO of BIMS Renewable Energy Inc. (the “Company”) do hereby certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to my knowledge:

1. This quarterly Report on Form 10-QSB of the Company for the period ended December 31, 2003 as filed with the Securities and Exchange Commission (the “report”), fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the report fairly presents, in all material respects, the financial condition and results of operations of the Company.

/s/ Yves C. Renaud
Yves C. Renaud
Director, President, CFO

Date: February 10, 2004