

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 June 30, 2004

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

Florida
(State or other jurisdiction of
incorporation or organization)

65-0909206
(IRS 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 June 30, 2004 the Registrant had 36,379,897 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.

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For the Quarter ended June 30, 2004

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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)

<u>Assets</u>	June 30 2004
Current Assets	
Cash and cash equivalents	\$ 32,345
Receivables	256,337
Other current assets	214,629
	<hr/>
Total current assets	503,311
Property and equipment, net	58,022
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Total assets	561,333
	<hr/> <hr/>
<u>Liabilities and Shareholder's Equity</u>	
Current Liabilities	
Accounts payable and accrued expenses	532,998
Accrued salaries and payroll related benefits	1,217,671
Customer deposits	29,990
Loan payable	16,406
Short term borrowing - related party	1,220,529
Legal judgement liability	415,000
	<hr/>
Total current liabilities	3,432,594
Shareholder's Equity	
Common Stock, class B, \$.001 par value; authorized in 2004 - 125,000,000 shares; issued and outstanding 36,379,897	36,380
authorized in 2003 - 125,000,000; issued and outstanding 1,455,563	
Paid in Capital	1,662,015
Deficit accumulated during the development stage	(4,486,245)
Accumulated other comprehensive income/(loss)	
Foreign currency translation	(83,411)
	<hr/>
Total Shareholder's Equity	(2,871,261)
	<hr/>
Total liabilities and shareholder's equity	\$ 561,333
	<hr/> <hr/>

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 AND NINE MONTHS ENDED JUNE 30, 2004 AND 2003
FROM INCEPTION (MARCH 19, 1999) THROUGH JUNE 30, 2004

	Three months ended June 30,		Nine months ended June 30,		Inception (March 19, 1999) through June 30, 2004
	2004	2003	2004	2003	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	\$	\$	\$	\$	\$
Revenues:	-	-	-	1,821	71,866
Cost of Revenues:	-	-	-	-	60,535
Gross Profit	-	-	-	1,821	11,331
Operating Expenses:					
Travel	21,485	2,658	100,123	5,086	191,449
Professional fees	24,056	1,456	103,792	31,036	398,999
Consulting fees	20,627	6,291	284,558	213,180	1,410,742
Salaries and payroll related benefits	522,642	-	800,450	14,406	1,487,959
Rent	9,487	-	36,636	1,919	88,858
Depreciation	-	-	10,318	2,595	24,555
Amortization	-	5,500	-	16,500	97,472
Loss on write off on impaired intangible	-	-	-	-	12,528
Loss on impairment of asset	-	-	-	-	200,000
Selling, general and administrative expenses	3,501	7,353	48,154	31,243	384,049
	601,798	23,258	1,384,031	315,965	4,296,611
Operating Loss	(601,798)	23,258	(1,384,031)	(314,144)	(4,285,280)
Other Income/(Expense)					
Interest Income - (principally related party)	326	-	391	-	1,263
Interest Expense	(3,100)	-	(7,077)	(588)	(203,287)
Foreign exchange	-	-	-	-	1,059
Total Other Income	(2,774)	-	(6,686)	(588)	(200,965)
Net Loss	<u>(604,572)</u>	<u>(23,258)</u>	<u>(1,390,717)</u>	<u>(314,732)</u>	<u>(4,486,245)</u>
Basic weighted average common shares outstanding	34,501,636	1,455,563	30,166,576	1,455,563	
Basic and diluted income(loss) per common share	<u>\$ (0.02)</u>	<u>\$ (0.02)</u>	<u>\$ (0.05)</u>	<u>\$ (0.22)</u>	

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 NINE MONTHS ENDED JUNE 30, 2004 AND 2003
FROM INCEPTION (MARCH 19, 1999) THROUGH JUNE 30, 2004

	Nine months ended June 30,		Inception (March 19, 1999) through June 30, 2004
	2004	2003	
	(Unaudited)	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net Income (Loss)	\$ (1,390,717)	\$ (314,734)	\$ (4,486,245)
Adjustments to reconcile net income (loss) to net cash used in operating activities:			
Depreciation and amortization	10,318	19,095	122,027
Loss on abandonment of property	-		1,187
Rent expense offset to paid in capital	-		5,000
Issuance of shares for consulting services	13,448	191,337	545,040
Issuance of shares for executive compensation	-		-
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	(229,137)	36,077	(256,337)
Other Current Assets	(134,629)	12,904	(214,629)
Prepaid equipment costs	-		-
Other Assets	924		-
Legal judgement liability	(39,729)	3,211	415,000
Accounts Payable and Accrued Liabilities	998,381	74,120	1,780,659
Net cash provided by/(used in) operating activities	(771,141)	22,009	(1,859,770)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property and equipment	(15,189)	(3,644)	(82,577)
Net cash provided by/(used in) investing activities	(15,189)	(3,644)	(82,577)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from:			
Notes payable, principally related parties	-	-	56,566
Short term borrowings - related parties	636,516		1,220,529
Proceeds from convertible debenture	-		-
Loan payable	(9,444)		16,406
Purchase of treasury stock	-	-	(4,500)
Exercise of warrants	-	-	1,325
Sales of common stock	-	-	684,366
Net cash provided by/(used in) financing activities	627,072	-	1,974,692
Net increase (decrease) in cash and cash equivalents	(159,258)	18,365	32,345
Cash and cash equivalents, beginning of period	191,603	314	-
Cash and cash equivalents, end of period	\$ 32,345	\$ 18,679	\$ 32,345

Supplemental Schedule of noncash investing and financing activities:

Issuance of 588,000 shares of common stock for licence 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.

BIOMASSE INTERNATIONAL, INC.
(A COMPANY IN THE DEVELOPMENT STAGE)
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JUNE 2004 AND 2003

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.

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 for this acquisition, and the final agreement is expected to be signed in June, 2004. We have signed an agreement for a private investment in the amount of \$10,000,000 CDN in exchange for no more than 30% of the capital shares. This agreement is expected to be finalised before June, 2004, but several modifications and improvement on the equipment have triggered some delays which will postpone the finalization of this agreement to the end of 2004. We are also looking for financing the assets we will acquire in EcoloMondo Inc. This acquisition reflects our objectives to develop and market twenty-first century technologies in the fields of pollution control, energy, and biotechnology

BIMS currently expects to generate profits from operations of EcoloMondo Inc. in the first year provided its other plans as described above move forward on schedule. The company also hopes to sell licenses as interest from foreign countries has been initiated. No assurance can be given that the expected acquisition or financings will occur on a timely basis or at all or that BIMS will be profitable even if they do occur.

Moreover we have entered into a negotiation process with Traimtech Group Inc., (Traimtech) a Canadian corporation which specializes in the development and commercialization of environmental and energy technologies. In accordance with this negotiation process, BIMS will acquire, through a new Canadian company, licences for effluent and pig manure treatment technologies currently marketed under the names of Oxytraim and STV.

Liquidity

As reflected in our June 30, 2004 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 \$2,929,283 at June 30, 2004. 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. It should be reminded that the officers and principal shareholders have personally invested more than one million dollars in the company over the last 18 months. Also, they have accrued salaries totalling \$1,006,667 that have not been paid as of June 30, 2004.

We have several options to fund the above monthly expenditures: we are presently in the process of a private financing of \$10,000,000, from which a portion will be used for current operations and the balance in the EcoloMondo Inc. deal. 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 presently negotiating two term sheets under which debentures would be issued. The first one relates to a maximum amount of \$1,200,000, the second one for a maximum amount of \$5 million dollars. Finally, the directors of the Company have authorized the preparation of a public offering (SB2) in order to finance the abovementioned Traimtech project and for the cash flow needs of the Company. The Company is aggressively pursuing strategic alliances which will bring a cash infusion, restructuring and a forward looking business plan. No assurances can be made that the Company will successfully implement its plans.

Finally, the board of directors of the Company is presently planning to hold a shareholders' meeting that should take place in September 2004.

Item 3. Controls and Procedures

Within the 90 days prior to the date of this report, the company carried out an evaluation, under the supervision and with the participation of the company's management, including the company's principal executive officer and principal financial officer, of the effectiveness of the design and operation of the company's disclosure controls and procedures pursuant to Exchange Act Rule 13a-14. Based upon that evaluation, the principal executive officer and principal financial officer concluded that the company's disclosure controls and procedures are effective in timely alerting them to material information relating to the company required to be included in the company's periodic SEC filings.

PART II
OTHER INFORMATION

Item 1. Legal Proceedings

None.

Item 2. Changes in Securities

In May 2004, the Company increased its outstanding shares from 33,179,897 to 36,379,897. 3 200 000 shares were issued at \$0.001 for services rendered as performed by various consultants. 500,000 warrants at an exercise price of \$0.10 and expiring December 31, 2009 to consultants for services rendered. All shares were issued to non-US persons under Regulation S.

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

Exhibit 32 – 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

No reports on Form 8-K were filed during the period ended June 30, 2004.

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: August 13, 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: August 13, 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 June 30, 2004 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: August 13, 2004