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NETWORK ONE HOLDINGS CORP.
FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2002 AND 2001

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(UNAUDITED)

SUPPL

NAME OF ISSUER: NETWORK ONE HOLDINGS CORP.

ISSUER ADDRESS: SUITE 606 - 470 GRANVILLE STREET
VANCOUVER, B.C. V6C 1V5

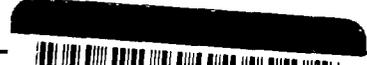
ISSUER PHONE NUMBER: (604) 682-0949

ISSUER FAX NUMBER: (604) 681-0907

CONTACT PERSON: EDDY CHENG

CONTACT'S POSITION: PRESIDENT

CONTACT TELEPHONE NUMBER: (604) 649-8168



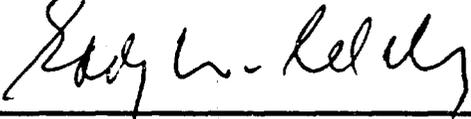
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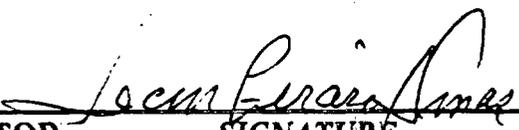
PROCESSED

JAN 14 2003

THOMSON FINANCIAL

APPROVED BY THE BOARD OF DIRECTORS:

EDDY WAI CHIU CHENG  (02/11/27)
NAME OF DIRECTOR SIGNATURE DATE SIGNED (YY/MM/DD)

JEAN SIMARD  (02/11/27)
NAME OF DIRECTOR SIGNATURE DATE SIGNED (YY/MM/DD)

llw 1/13

NETWORK ONE HOLDINGS CORP.

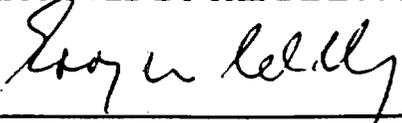
BALANCE SHEETS

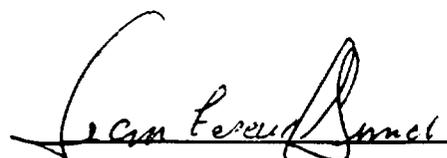
AS AT

(UNAUDITED)

| | <u>September 30, 2002</u> | <u>March 31, 2002</u> |
|--|-------------------------------|---------------------------|
| ASSETS | | |
| CURRENT | | |
| Cash | \$ 1,643 | \$ 533 |
| Accounts receivable | <u>395</u> | <u>80,071</u> |
| | <u>\$ 2,038</u> | <u>\$ 80,604</u> |
| LIABILITIES | | |
| CURRENT | | |
| Accounts payable | \$ 37,825 | \$ 49,453 |
| Short-term loans (Note 3) | <u>11,000</u> | <u>11,000</u> |
| | <u>48,825</u> | <u>60,453</u> |
| LOANS (Note 3) | <u>501,262</u> | <u>574,763</u> |
| | <u>550,087</u> | <u>635,216</u> |
| SHAREHOLDERS' DEFICIENCY | | |
| SHARE CAPITAL | | |
| Authorized: 100,000,000 common shares without par value | | |
| Issued: 4,033,517 | 1,639,566 | 1,639,566 |
| DEFICIT | <u>(2,187,615)</u> | <u>(2,194,178)</u> |
| | <u>(548,049)</u> | <u>(554,612)</u> |
| | <u>\$ 2,038</u> | <u>\$ 80,604</u> |

APPROVED BY THE DIRECTORS:

 Director

 Director

See accompanying notes

NETWORK ONE HOLDINGS CORP.
STATEMENTS OF LOSS AND DEFICIT
FOR THE PERIODS ENDED SEPTEMBER 30, 2002 AND 2001
(UNAUDITED)

| | Three months ended Sept. 30, 2002 | Three months ended Sept. 30, 2001 | Six months ended Sept. 30, 2002 | Six months ended Sept. 30, 2001 |
|---|--|--|--|--|
| REVENUE | | | | |
| Interest and miscellaneous | \$ <u>20,000</u> | \$ <u>10,402</u> | \$ <u>20,000</u> | \$ <u>10,602</u> |
| EXPENSES | | | | |
| Management fees | 3,000 | 6,000 | 6,000 | 6,000 |
| Office and general | 304 | 359 | 604 | 372 |
| Professional fees | 1,725 | 3,321 | 2,225 | 3,446 |
| Shareholder information | 1,868 | - | 1,868 | - |
| Transfer agent and regulatory fees | 2,213 | 2,075 | 2,740 | 2,165 |
| | <u>9,110</u> | <u>11,755</u> | <u>13,437</u> | <u>11,983</u> |
| NET INCOME (LOSS) FOR THE PERIOD | 10,890 | (1,353) | 6,563 | (1,381) |
| DEFICIT, BEGINNING OF PERIOD | <u>(2,198,505)</u> | <u>(2,262,605)</u> | <u>(2,194,178)</u> | <u>(2,262,577)</u> |
| DEFICIT, END OF PERIOD | <u>\$ (2,187,615)</u> | <u>\$ (2,263,958)</u> | <u>\$ (2,187,615)</u> | <u>\$ (2,263,958)</u> |
| | | | | |
| INCOME (LOSS) PER COMMON SHARE | <u>\$ 0.0027</u> | <u>\$ (0.0003)</u> | <u>\$ 0.0016</u> | <u>\$ (0.0003)</u> |

See accompanying notes

NETWORK ONE HOLDINGS CORP.
STATEMENTS OF CASH FLOWS
FOR THE PERIODS ENDED SEPTEMBER 30, 2002 AND 2001
(UNAUDITED)

| | <u>Three months ended Sept. 30, 2002</u> | <u>Three months ended Sept. 30, 2001</u> | <u>Six months ended Sept. 30, 2002</u> | <u>Six months ended Sept. 30, 2001</u> |
|--|--|--|--|--|
| CASH PROVIDED BY (USED FOR): | | | | |
| OPERATING ACTIVITIES | | | | |
| Net income (loss) for the period | \$ 10,890 | \$ (1,353) | \$ 6,563 | \$ (1,381) |
| Changes in non-cash working capital: | | | | |
| (Increase) decrease in accounts receivable | 79,726 | (266) | 79,676 | (233) |
| Decrease in accounts payable | <u>(12,402)</u> | <u>(4,483)</u> | <u>(11,628)</u> | <u>(4,483)</u> |
| | <u>78,214</u> | <u>(6,102)</u> | <u>74,611</u> | <u>(6,097)</u> |
| FINANCING ACTIVITIES | | | | |
| Directors' loans – advances (repayment) | <u>(76,501)</u> | <u>6,088</u> | <u>(73,501)</u> | <u>6,088</u> |
| INCREASE (DECREASE) IN CASH | 1,713 | (14) | 1,110 | (9) |
| CASH, BEGINNING OF PERIOD | <u>(70)</u> | <u>264</u> | <u>533</u> | <u>259</u> |
| CASH, END OF PERIOD | <u>\$ 1,643</u> | <u>\$ 250</u> | <u>\$ 1,643</u> | <u>\$ 250</u> |

See accompanying notes

NETWORK ONE HOLDINGS CORP.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2002 AND 2001
(UNAUDITED)

1. ACCOUNTING POLICIES

a) These financial statements have been prepared in accordance with generally accepted accounting principles in Canada and follow the same accounting policies and methods of application as per the March 31, 2002 annual financial statements. These interim financial statements do not contain all the information that is presented in annual financial statements. They should be read in conjunction with the most recent annual financial statements of the Company, prepared as of March 31, 2002.

b) Income (loss) per share

Income (loss) per share is calculated on the basis of the weighted-average number of common shares outstanding during the period. The effect of potential issues of shares under warrant or share option arrangements is anti-dilutive.

c) Use of estimates

The preparation of financial statements in conformity with Canadian 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 the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates.

2. RELATED PARTY TRANSACTIONS

During the period ended September 30, 2002, the Company accrued management fees payable to its president of \$6,000.

3. LOANS

The loans are without interest or stated terms of repayment and are unsecured. Of these loans, \$239,110 (March 31, 2002: \$312,610) is payable to a director. The loans have been classified as non-current liabilities, as part of any restructuring of the Company's affairs would involve management's intention to settle these loans by issuance of shares of the Company.

NETWORK ONE HOLDINGS CORP.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2002 AND 2001
(UNAUDITED)

4. CONTINUANCE OF OPERATIONS

These financial statements are prepared on a going-concern basis which implies that the Company will continue realizing its assets and discharging its liabilities in the normal course of business. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities, contingent obligations and commitments in other than the normal course of business and at amounts different from those in these financial statements.

As at September 30 and March 31, 2002, the Company had a deficit of \$2,187,615 and \$2,194,178 respectively. At September 30, 2002 the Company had a working capital deficiency of \$46,787. The ability of the Company to continue operating as a going concern is dependent upon, among other things, obtaining additional long-term financing and upon future profitable operations.

5. FAIR MARKET VALUE OF FINANCIAL INSTRUMENTS

As at September 30 and March 31, 2002, the fair value of cash, accounts receivable, accounts payable and short-term loans approximates carrying value because of the short-term maturity of these instruments.

NETWORK ONE HOLDINGS CORP.
606 - 470 Granville Street
Vancouver, B.C.
V6C 1V5

Tel: 604-682-0949
Fax: 604-681-0907

November 30, 2002

Office Of International Corporate Finance
Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D.C.
20549, U.S.A.

Dear Sirs:

We enclose financial statements for the six months ended September 30, 2002.

Yours truly,

"Eddy Cheng"

Eddy Cheng, President