

Don Marcos Trading CO
Form 10-Q
May 15, 2008

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2008

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number: 000-52692

DON MARCOS TRADING CO.
(Exact name of small business issuer as specified in its charter)

Florida
(State or other jurisdiction of
incorporation or organization) 65-0921319
(IRS Employer
Identification No.)

1850 Southeast 17th Street, Suite 300, Ft. Lauderdale, FL 33316
(Address of principal executive offices)

(954) 356-8111
(Issuer's telephone number)

N/A
(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has 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 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 large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer
Non-accelerated filer Smaller reporting company
(Do not check if a smaller reporting company)

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

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY PROCEEDINGS DURING THE
PRECEDING FIVE YEARS:

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.

INDEX

	Page Number
PART I - FINANCIAL INFORMATION	
Item 1.	1
Financial Statements (Unaudited)	
Condensed Balance Sheet – March 31, 2008	1
Condensed Statement of Operations – For the three months ended March 31, 2008 and 2007	2
Condensed Statements of Cash Flows – For the three months ended March 31, 2008 and 2007	3
Condensed Notes to Financial Statements	5
Item 2.	8
Management’s Discussion and Analysis of Financial Condition and Results of Operations	
Item 3.	12
Quantitative and Qualitative Disclosures About Market Risk	
Item 4.	12
Controls and Procedures	
Item 4T.	12
Controls and Procedures	
PART II - OTHER INFORMATION	
Item 1.	13
Item 1A.	13
Item 2.	13
Item 3.	13
Item 4.	13
Item 5.	13
Item 6.	13
SIGNATURES	14

PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

DON MARCOS TRADING CO.
 (A DEVELOPMENT STAGE COMPANY)
 CONDENSED BALANCE SHEET
 MARCH 31, 2008
 (UNAUDITED)

ASSETS

CURRENT ASSETS		
Inventory	\$	8,914
TOTAL CURRENT ASSETS	\$	8,914

LIABILITIES AND STOCKHOLDERS' (DEFICIT)

CURRENT LIABILITIES		
Bank overdraft	\$	2,639
Accrued accounting and legal expenses		16,877
TOTAL CURRENT LIABILITIES		19,516
STOCKHOLDERS' (DEFICIT)		
Preferred stock, no stated value		
Authorized 10,000,000 shares		
Issued and outstanding -0- shares		-
Common stock, no par value		
Authorized 100,000,000 shares		
Issued and outstanding – 37,100,000 shares		187,454
Deficit accumulated during the development stage		(198,056)
TOTAL STOCKHOLDERS' (DEFICIT)		(10,602)
TOTAL LIABILITIES AND STOCKHOLDERS' (DEFICIT)	\$	8,914

The accompanying notes are an integral part of these financial statements.

DON MARCOS TRADING CO.
 (A DEVELOPMENT STAGE COMPANY)
 CONDENSED STATEMENTS OF OPERATIONS
 FOR THE THREE MONTHS ENDED MARCH 31, 2008 AND 2007
 AND FOR THE PERIOD FROM MAY 11, 1999 TO MARCH 31, 2008
 (UNAUDITED)

	2008	2007	May 11, 1999 (Date of Inception) To March 31, 2008
REVENUES	\$ -	\$ -	-
OPERATING EXPENSES	16,557	65,717	198,056
NET (LOSS)	\$ (16,557)	\$ (65,717)	(198,056)
NET (LOSS) PER COMMON SHARE			
Basic and diluted	\$ (0.00)	\$ (0.00)	
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING			
Basic and diluted	37,100,000	32,900,000	

The accompanying notes are an integral part of these financial statements

DON MARCOS TRADING CO.
 (A DEVELOPMENT STAGE COMPANY)
 CONDENSED STATEMENTS OF CASH FLOWS
 FOR THE THREE MONTHS ENDED MARCH 31, 2008 AND 2007
 AND FOR THE PERIOD FROM MAY 11, 1999 TO MARCH 31, 2008
 (UNAUDITED)

	2008	2007	May 11, 1999 (Date of Inception) To March 31, 2008
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net (loss)	\$ (16,557)	\$ (65,717)	\$ (198,056)
Adjustments to reconcile net (loss) to net cash used by operating activities :			
Common stock issued for services	-	-	3,635
Stock based compensation	-	45,474	45,474
Changes in operating assets and liabilities:			
Inventory	(4,659)	-	(8,914)
Accrued accounting and legal expenses	7,411	12,859	16,877